Alpha Wealth Funds, LLC

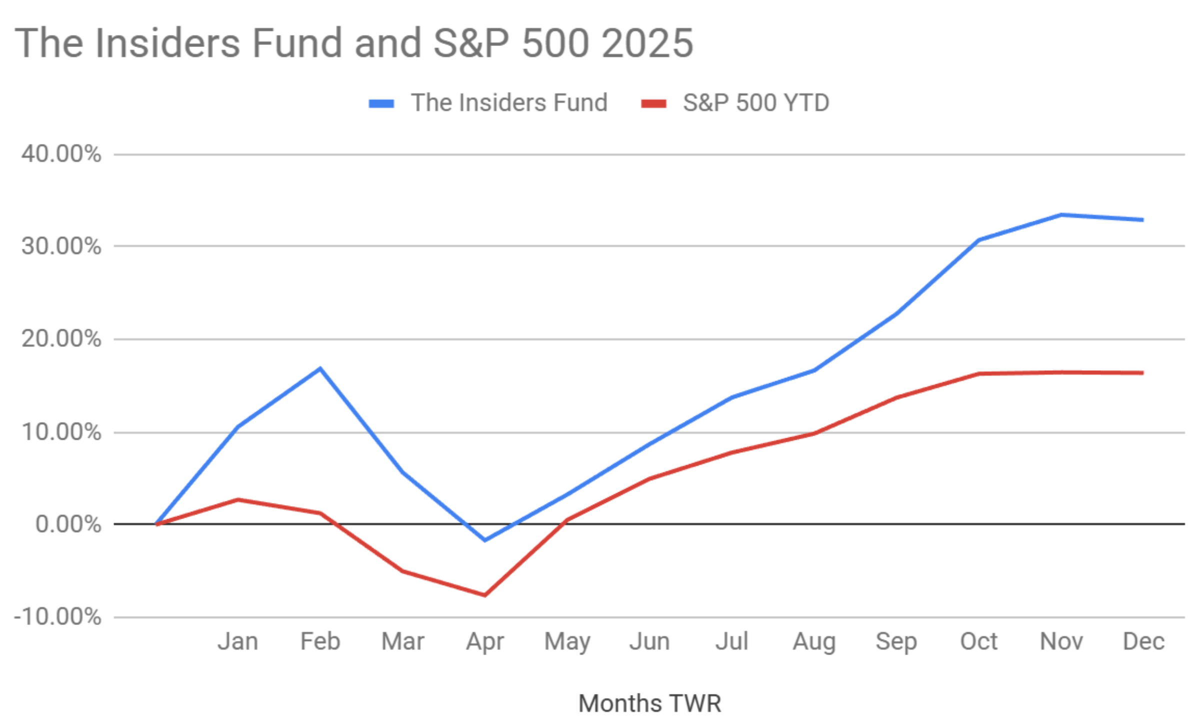
“the opportunities never stop”

January 2026

The Insiders Fund, LP 4th Quarter 2025 Partner Letter

How much would a company be worth if it created the cure for disease?

The Insiders Fund significantly outperformed its benchmark in 2025, achieving a year-to-date return of 30.83% after all fees. This performance included a slight decline in December, with a return of -0.41%. In comparison, the S&P 500 posted a total return of 17.85% for the full year of 2025, concluding the month of December with a minimal loss of -0.05%. Please note that individual partner returns may vary slightly based on the timing of investment and specific fee arrangements. Official Fund results are provided by NAV Consulting.



Winners and Losers:

This letter serves as your report card. Our strategy, originally focused solely on insider buying—who often act like value investors by buying closer to 52-week lows—has evolved. While value investing demands patience, we now prioritize investment themes, using insider behavior for confirmation rather than as the primary guide.

We are focused on three major, interconnected structural themes we believe will drive significant investment opportunities over the next decade. We have been actively positioning the fund to capitalize on these macro shifts, which we see as a fundamental re-architecting of global commerce and technology.

1. **Onshoring the Semiconductor Industry:** Geopolitical events and government incentives (like the U.S. CHIPS Act) are driving monumental investment to localize advanced semiconductor manufacturing (fabs, packaging, supply chain) in the U.S. and allied nations. This builds resilience and meets future demand from AI, 5G/6G, and advanced auto. We seek direct beneficiaries of this capital expenditure cycle.
2. **AI, including Physical AI (Robotics):** Our focus expands beyond Generative AI and LLMs to "Physical AI"—the integration of AI/ML into autonomous physical systems and advanced robotics. As underscored by Nvidia's Jensen Huang at CES, the next wave of productivity will come from intelligent machines executing complex real-world tasks. This theme includes foundational AI infrastructure, Edge AI hardware, and advanced Industrial/Service Robotics.
3. **Bringing Critical Manufacturing Back to the U.S.:** A broader echo of the semiconductor trend, this covers other critical industries (rare earth metals, batteries, pharmaceuticals) where the focus is shifting from lowest-cost sourcing to supply chain resilience. We target companies establishing highly automated, next-generation domestic production capabilities that benefit from mandates to shorten supply chains.

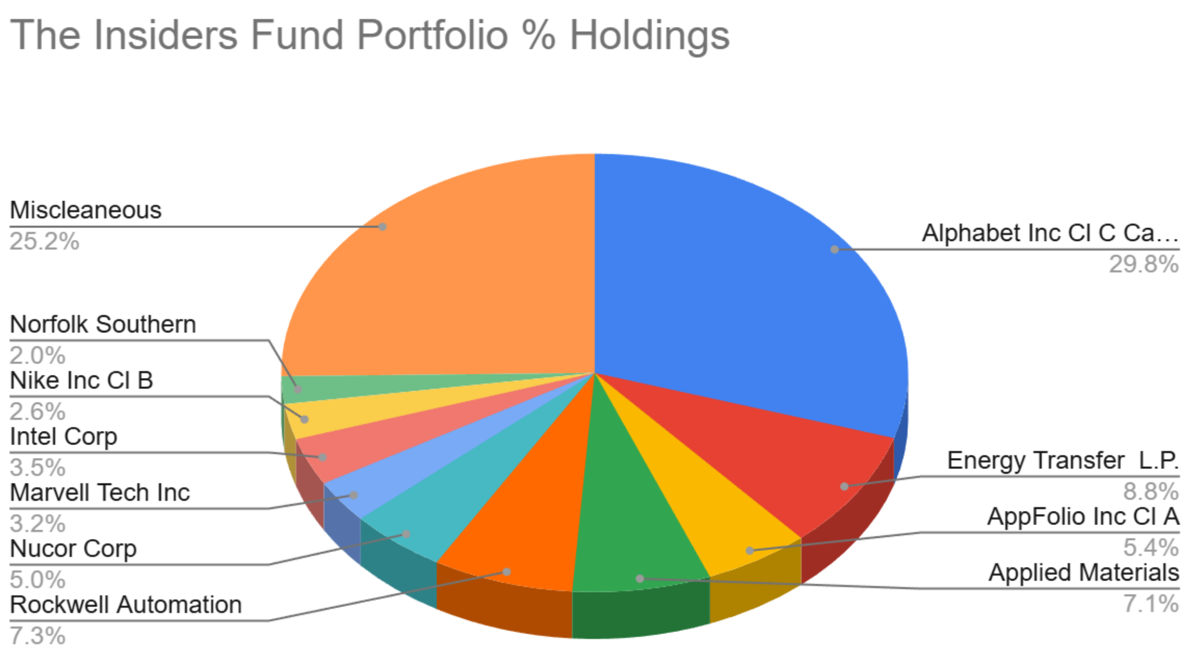
These themes are interconnected: domestic semiconductor capacity is vital for advanced manufacturing, and AI/Physical AI enables the high-efficiency, automated factories necessary for economic onshoring.

We invested in AMD, betting on its next-gen GPUs to challenge Nvidia. Government support for competition in vital technology was a key factor. Insider buying at $113.56 confirmed our view; we sold above $220 within months, now considering it fully priced.

Our largest holding, Alphabet (30% of the fund), became a market favorite, though we believe its story is far from over. Concentration limits adding more. We partially offset gains by buying back covered calls, a "stupid strategy" we still use, mainly to defer realizing gains.

We profited from Lam Research and Lilly but sold too early, a regret stemming from using covered calls. I plan to repurchase both if the opportunity arises; it's a good problem when regrets are profitable trades, but chasing diversification is risky.

Axon Enterprises was a big quarterly loss due to disappointing negative cash flow and excessive stock compensation. We realized tax losses and plan to re-establish a position before their expected strong year-end report and hoped-for reduced insider selling and management sensitivity to shareholder concerns.



Portfolio Holdings:

While we usually review our top 10, 25% of our portfolio is dedicated to smaller, exciting growth opportunities and significant insider purchases, often rationalized by the belief that corporate insiders possess knowledge the "efficient market hypothesis" hasn't fully priced in. Several of these smaller holdings revolve around key themes.

1. GOOG (Alphabet)

Business: Google's dominant market share and broad scope are often underestimated. The Company is now the 2nd most valuable company in the world, last holding this distinction in 2019. I have been saying for some time that Google will become the most valuable company in the world and won't have anyone in the rear view mirror for the foreseeable future. Ironically Berkshire Hathaway has often been considered as a diversified one stop investment holding. I view Alphabet as today's Berkshire, except stronger as its portfolio businesses are in growth mode.

Where Google has a near-monopoly or significant majority:

1. **Search Engine Market Share:** This is Google's largest business and where they hold overwhelming dominance, around **89-90%** (as of May 2025, according to Statcounter Global Stats).Fears of ChatGPT disrupting search have largely given way to Google's own AI disrupting itself.
2. **Web Browser Market Share (Chrome):** Google Chrome consistently holds the largest share, over 70% share (around 71.23% as of late 2025)
3. **Mobile Operating Systems (Android):** Android dominates the global mobile operating system market with roughly **70-73%** market share, significantly outpacing Apple's iOS, driven by its presence in affordable devices in Asia, Africa, and other developing regions, though iOS leads in premium markets like the US.
4. **Video Platform (YouTube):** YouTube, owned by Google, is the leading video-sharing platform globally, with a very large market share in online video consumption.
5. **Maps (Google Maps):** Google Maps is the most widely used mapping service, with a dominant share.
6. **Website Analytics (Google Analytics):** Google Analytics is the most popular web analytics service, used by a vast majority of websites.
7. **Where Google has a strong presence, but faces more competition:**
8. **Online Advertising:** While a massive portion of Google's revenue comes from advertising (**over 80%**), they compete with other major platforms like Meta (Facebook/Instagram), Amazon, and other ad networks.
9. **Cloud Computing (Google Cloud):** Google Cloud Platform (GCP) is a major player in the cloud computing market, but it trails behind Amazon Web Services (AWS) and Microsoft Azure. Experienced the fastest growth among the "big three", with revenues increasing by **34%**.
10. **Smart Home Devices (Google Nest):** Google has a significant presence in smart home devices with their Nest line, but they compete with Amazon (Echo) and other smart home brands.
11. **Hardware (Pixel phones, other devices):** Google produces its own smartphones (Pixel), smart speakers, and other hardware, but they face intense competition from established electronics manufacturers like Apple, Samsung, etc.
12. **AI (Artificial Intelligence):** Gemini 3 Pro was released on November 18, 2025. It has reasoning and multimodal understanding capabilities and has very high scores. It is rapidly growing, clearly impacting ChatGPT's leadership.
13. **Email (Gmail):** Gmail is a leading email service, competing with Outlook, Yahoo

Insider Buying/Selling: No insider buying but Berkshire Hathaway filed a 13F disclosing a major new investment in Alphabet

Recent News: Berkshire Hathaway revealed a major ownership position in Alphabet as of their 3rd quarter 13F Gemini 3 Pro was released on November 18, 2025. It has reasoning and multimodal understanding capabilities and was reviewed favorably. It is rapidly growing, clearly impacting ChatGPT's leadership and contributing to Google's best performance of the MAG 7 stocks. Apple just announced that Gemini would power SIRI.

Our Thesis: Alphabet is up ~90% from where we initiated our purchase last year**.** Google has numerous health related moonshots and investments which have optionality that may even exceed the value of the current Company, including a brain trust like no other company with the cash and mandate to explore many different moonshots and investments. They are the 2nd largest investor in Space X behind Elon Musk. Waymo is the world leader in autonomous robo taxis. Alphabet is recognized as a leader in quantum computing, research in fusion energy, and the AI leader in tech healthcare initiatives.

Demis Hassabis, CEO of Alphabet's Deep Mind is a Nobel laureate for his pioneering work in using artificial intelligence (AI) to predict protein structures. His work revolutionized biology by making it possible to understand protein folding, a major challenge in science, significantly accelerating drug discovery and research. He believes their AI will eventually cure all diseases. Google's pharmaceutical spin-off, Isomorphic Labs, is already using AI to design drugs and prepare for human clinical trials. *Hassabis has stated numerous times that he believes AI will eventually cure all disease*

How much would a company be worth if it cured all disease?

2. Energy Transfer (ET)

- **Business**: Energy Transfer (ET) is a U.S. midstream giant. It owns and operates pipelines, storage, and terminals moving natural gas, crude oil, and NGLs across the country. They're in the business of transporting, processing, and exporting hydrocarbons—basically the toll collector of America's energy highways, making money off volume flows, not commodity prices. Based on Energy Transfer's recent closing price, the current dividend yield is 7.84%.

- **Insider Buying/Selling:** Kelcy L. Warren (Director/Chairman) purchased 2,000,000 shares on November 19, 2025 at $16.88 per share. He also bought 2,000,000 shares on August 19, 2025 at ~$17.34/share

- **Recent News:** ET operates a vast network of over 105,000 miles of pipelines and significant storage capacity, allowing it to reliably supply large quantities of natural gas. The company has received requests for potential connections from numerous power plants and over 70 prospective data centers.

- **Our Thesis**: Energy Transport is a tollbooth on the energy highway—mission-critical pipelines moving natural gas to power-hungry regions. With regulated contracts, inflation-protected cash flows, and an ~8% yield, ET offers steady income and optionality from the AI infrastructure build out. It was a mild underperformer last quarter and a drag on our performance last year.

3. AppFolio, Inc. (APPF)

- **Business**: AppFolio is a leading provider of cloud-based business management solutions tailored primarily for the real estate sector. Their platform offers property managers a comprehensive suite of tools, including tenant screening, electronic payment processing, and management services. It primarily caters to multi tenant residential properties. It is the category leader with near 20% market share.

- **Insider Buying/Selling:** There was a large purchase last June of 22,000 shares at about $217.18 per share (total ~ $4.78 million). Also on June 6, 2025, Robert Donald Casey III (Director) bought 4,000 shares at around $217.73 per share (≈ $870,920)

- **Recent News**: AppFolio announced its third-quarter 2025 financial results, reporting revenue of $249 million (a 21% year-over-year increase) and raising its full-year 2025 revenue outlook.

- **Our Thesis**: AppFolio is a stealth fintech wrapped in boring property management software. Sticky SaaS base, expanding payments, AI-powered workflow automation, and a landlord class that can't function without it. The Street still values it like a mid-tier vertical SaaS, but it's morphing into the Stripe of rental cash flow. Margin expansion is baked in but it has not helped our returns. *Our patience is running out and APPF will soon be a source of funds. SAS businesses are under reappraisal now do to A*I

4. Applied Materials (AMAT)

- **Business:** Applied Materials (AMAT) is a cornerstone of the global semiconductor industry, providing the equipment, services, and software used to manufacture nearly every new chip and advanced display in the world.

- **Insider Buying/Selling:** Gary E. Dickerson (CEO) purchased 50,000 shares on April 3, 2025, at about $137.30/share.

- **Recent News:** The stock recently hit all-time highs driven by TSMC's $52–$56B 2026 capex guidance, which signaled massive demand for AMAT's specialized 2nm production tools.

- **Our thesis**: Applied Materials (AMAT) is the *arms dealer* of the semiconductor revolution. It dominates wafer fabrication equipment just as AI, advanced packaging, and memory capex ramp globally. Secular demand for AI chips, 3D NAND, and foundry upgrades offsets near-term export-control noise. AMAT has more than doubled from CEO Dickerson's purchase in April.

5. Rockwell Automation (ROK)

- **Business**: Rockwell Automation (NYSE: ROK) is a leading provider of industrial automation and digital transformation solutions. The company operates through three segments: Intelligent Devices, Software & Control, and Lifecycle Services. These segments offer a range of products and services, including control systems, software, and consulting, aimed at enhancing manufacturing efficiency and productivity.

- **Insider Buying:** No recent insider buying but considering the remarkably strong performance, there hasn't been a rush for the exits either.

- **Recent News:** In its Q4 and full-year 2025 results, Rockwell reported strong performance, with fourth-quarter reported sales up 14% year-over-year and adjusted EPS of $3.34, beating analyst estimates. The company raised its quarterly dividend to $1.38 per share.

- **Our Thesis:** Rockwell Automation is the pure-play bet on factory digitization. Its moat is sticky, mission-critical automation software and hardware that enable manufacturers to boost efficiency, safety, and uptime. Rockwell is advancing industrial intelligence by integrating NVIDIA's Nemotron Nano, a purpose-built small language model, directly into its industrial edge products. like FactoryTalk® Design Studio™.Secular tailwinds—reshoring, labor shortages, electrification, and physical AI-driven industrial automation—give it years of demand runway. With recurring revenue growth, strong pricing power, and capital-light margins, ROK is a high-quality compounder in a world where industrial efficiency is gold. It's the picks-and-shovels play for the smart factory revolution and riding the wave of U.S. industrial policy 'build it here."

6. Nucor (Nue)

- **Business**: Nucor Corporation is the largest and most diversified steel and steel products company in North America. Headquartered in Charlotte, North Carolina, it operates as the region's largest recycler, using **100% electric arc furnaces (EAF)** to produce steel from scrap metal.

- **Insider Buying/Selling:** No insider buying but not unusually large insider selling,

- **Recent News**: Shares have recently neared 52-week highs ($174.79) ahead of a Jan 26, 2026, earnings report, driven by optimism over order backlogs and potential validation of steel tariffs that have boosted backlogs by 58%.
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- **Our Thesis**: Trump often states 'you don't have a country if you don't have a steel industry. You can't build a military without steel. Trump's proposed increase in the defense budget will benefit Nucor. Nucor maintains a highly diversified customer base with over **10,000 customers**. Significantly, **no single customer represents more than 5%** of consolidated revenue, mitigating concentration risk. We are up over 25% on our cost basis.

7. Marvel Tech Inc. (MRVL)

- **Business**: Marvell Technology, Inc. (MRVL) is a global leader in data infrastructure semiconductor solutions. Recently, the company has pivoted heavily toward the artificial intelligence (AI) and cloud data center markets, which now drive the majority of its growth.

- **Insider Buying/Selling**: In late September 2025, several top executives made large open-market purchases of MRVL stock, totaling over $2.1 million. This was notable as it marked a rare cluster of buying by the core leadership team:
  - ★ Matthew J. Murphy (Chairman & CEO): Purchased 13,600 shares on September 25, 2025, for approximately $1,048,424 at a price of roughly $77.09.
  - ★ Chris Koopmans (President & COO): Purchased 6,800 shares for approximately $530,604.
  - ★ Willem A. Meintjes (CFO): Purchased 3,400 shares for approximately $265,302.
  - ★ Sandeep Bharathi (President, Data Center Group): Purchased 3,400 shares for approximately $265,302.

  Prior to this cluster, Bradley Buss (Lead Independent Director) also purchased 3,000 shares in March 2025 for roughly $207,000. While the September 2025 buying was significant, it occurred alongside regular automated or planned sales by other executives.

- **Recent News**: Led by CEO **Matt Murphy**, who has overseen the company's transformation into an AI-focused powerhouse through strategic acquisitions like

Inphi and, most recently, **XConn Technologies** ($540M) in January 2026 to bolster AI data center connectivity..

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- **Our Thesis**: We are investing around the thesis that the U.S Government will spend whatever amount of money that is necessary to assist the Government private industry partnership to reshore the semi-conductor industry. Marvell (MRVL) is a leveraged play on the AI and data-center supercycle without NVIDIA-level valuation risk. Custom silicon demand from hyperscalers (Amazon, Microsoft) and its expanding optical and Ethernet footprint offer asymmetric upside. Marvell holds over **10,000 patents** and possesses advanced expertise in SerDes (high-speed data transfer) and optical connectivity. Gross margins are improving as legacy storage fades. Insider buying and a $5 B buyback underscore confidence. Short-term noise from delayed AI orders is our entry point; long-term, this is a stealth infrastructure winner in the AI arms race.

8. Intel (INTC)

- **Business:** Intel Corporation (INTC) is a semiconductor leader currently executing a high-stakes "IDM 2.0" turnaround to separate its chip design from its manufacturing operations. Intel operates two primary divisions: Intel Products: Includes Client Computing (PCs) and Data Center & AI (DCAI). It maintains a dominant ~63–65% market share in the x86 CPU architecture for PCs and servers.
  Intel Foundry: Operates as an independent merchant foundry, manufacturing chips for internal use and external "hyperscale" customers like Amazon and Meta.

- **Insider Buying/Selling**: **United States Government:** In August 2025, the U.S. Department of Commerce converted billions of dollars in CHIPS Act grants into a **9.9% direct equity stake** in Intel. This effectively makes the U.S. government one of Intel's largest shareholders and a "silent partner" to ensure domestic semiconductor security.
  NVIDIA: In September 2025, NVIDIA announced a **$5 billion investment** in Intel common stock (at approximately $23.28 per share). The deal includes a partnership where Intel will manufacture custom chips for NVIDIA's AI infrastructure and integrate NVIDIA technology into Intel's PC chips.

- **Recent News:** The U.S. government became the largest shareholder (9.9% stake) in late 2025, effectively making Intel "too big to fail" for national security.

- **Our Thesis**: We are up another 30% plus since the last partner letter. We are now up over 65% on an investment that almost no analysts recommended and continue to offer negative outlooks. Execution and capital-intensity risks remain high but there is no viable domestic semiconductor manufacturer although TMSC is investing heavily in the U.S.

Intel is too critical to fail. It is currently the only firm with multiple ASML **High-NA EUV** machines, a requirement for next-generation nodes. Massive domestic manufacturing footprint that competitors like AMD (fabless) cannot replicate. Rumored partnerships with Apple, Amazon AWS, Alphabet and others offer strong optionality. It's more of a matter when not if.

9. Nike (NKE)

- **Our Thesis**: Nike was always viewed as an opportunistic trade sparked by insider buying. We sold Nike before this letter was complete. We don't currently own any shares. This was an example of a large successful trade.

10. Norfolk Southern (NSC)

- **Business:** Norfolk Southern Corporation is a leading Class I freight railroad in the United States, operating approximately **19,200 route miles** across 22 eastern states and the District of Columbia.NSC transports essential goods, with its revenue primarily driven by three segments: **Merchandise** (62%),

- **Insider Buying/Selling**: Richard Anderson (Chairman of the Board): Purchased 2,600 shares on October 26, 2025, for approximately $732,823 (avg. price ~$281.86).Sameh Fahmy (Director): Purchased 1,650 shares on November 4, 2025, for approximately $466,901.

- **Recent News:** In July 2025, Union Pacific (UNP) announced a historic agreement to acquire Norfolk Southern (NSC) in a deal valued at $85 billion (enterprise value). Norfolk Southern shareholders were offered $320 per share, consisting of 1.0 share of Union Pacific stock plus $88.82 in cash for each Norfolk Southern share held. The merged company would operate over 50,000 route miles across 43 states and link approximately 100 ports from coast to coast.
  There is considerable opposition to the sale and it's not likely to close before 2027.

- **Our Thesis**: This cluster of buying by the Chairman and several Directors at prices between **$281 and $295** suggests that leadership views the stock as potentially undervalued or supports the premium offered in the Union Pacific merger. It's impossible to conceptualize the reindustrialization of America without the railroads playing a significant role. The regulatory hurdles and long time table to completion, limits the upside. NSC is also a probable source of funds.

Our Outlook:

2024 taxable returns for most investors were just half of their economic returns. Last year (2025) will likely be even better. *Mining long-term capital gains versus market-to-market returns may take a toll on total returns, but if implemented correctly, it should improve the money you get to keep versus the money you earn.* Without getting too far ahead of ourselves, I will just add we entered the year with the majority of our economic gains classified as unrealized.

The second year of the Presidential cycle is historically the most volatile and weakest year for stocks. Uncertainty surrounding midterm elections and more difficult policy decisions typically lead to lower returns. We are already more active in our trading account and expect this to continue.

Housekeeping:

Again let me thank you for the trust and confidence you have shown by allowing me to manage some of your investments. You can of course always call me or email with any questions, thoughts, or just to say hello.

The Insiders Fund 4th Quarter Partner Meeting

January 22nd 2:30PM – 3:30PM

Please join using this link:

https://v.ringcentral.com/join/280112042

We will be sending a separate email calendar link as well.

Sincerely yours,

Harvey Warren Sax

Insomniac Hedge Fund Guy

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