

June 2025

Dear Investors:

In May the Portfolio was +7.07%. This compares to 6.3% and 5.2% for the S&P 500 and Russell 2000, respectively. Our performance YTD is: -11.59%, and since January 2018 has been +1,403.81% with Average Annualized Returns of +58.38%.

During the month we filed three 13D's. The first was in WW International, Inc. (Nasdaq: WW), the parent company of Weight Watchers. The Company has been playing catch-up in the weight management sector with GLP-1's such as Wegovy and Ozempic, and we believed was on the verge of becoming the next Him & Hers, Inc. (Nasdaq: HIMS) which is trading at a \$15 billion valuation. Our 13D urged management to avoid a rumored Chapter 11 filing, focus on improving growth and margins, and to renegotiate the debt to increase shareholder value. After our filing the stock rallied over 400% from \$.20 to over \$1 per share, which contributed to a gain and decline in the Portfolio. The Company ultimately filed a pre-packaged Chapter 11 to reduce the debt from \$1.5 billion to \$465 million and dilute the shareholders from 91% to 9%. We opposed this plan in a subsequent 13D and reviewed legal remedies against the Company. While we believe the restructuring could have been accomplished out of court, going forward the Company will have a stronger balance sheet and there is significant growth potential at the stock's current trading levels.

Our second 13D was in Global Crossing Airline Group, Inc. (Nasdaq: JETMF) which is a \$300 million revenue aviation company. We believe they are at an inflection point for a significant increase in profitability and could generate a 5-10x return.

We also filed a 13D in Babcock & Wilcox Enterprises, Inc. (Nasdaq: BW) which is an international energy infrastructure company. We believe the Company is well positioned for developing data centers, which should contribute to significant growth and profits. The Company has a strong backlog, and we believe has 5-10x return potential at current trading levels.

We have been acquiring a position in another AI company which we believe has 10-20x potential and could be even bigger than Innodata, Inc. (Nasdaq: INOD) which we began accumulating at \$5 and traded as high as \$75/share.

The Portfolio is very diversified with 40 undervalued securities, with improving fundamentals and significant upside potential. Many of them are poised to generate significant returns in the next few years. We continue to believe the economy is in good shape, inflation and interest rates are coming down and things are beginning to click on all cylinders.

We recently launched our U.S. fund as well as a managed account platform for investors. Later this month we will commence a fundraising trip to Europe and the Middle East. If you have any questions, feel free to call me at 917-405-4591 or by email at [bgalloway@gallowaycap.com](mailto:bgalloway@gallowaycap.com).

Very truly yours,

Bruce Galloway  
Chief Investment Officer