L1 CAPITAL

Monthly report

L1 Global Long Short Fund Limited (AXS:GLS)

February 2026

- The L1 Global Long Short Fund Limited (GLS) returned 3.3%[1] in February (MSCI World 0.7%[2]).
- Since inception in January 2025, the Global Long Short Fund Strategy has returned 81.6%[3] p.a. (MSCI World 20.9% p.a.[2]).
- Global markets were mixed in February as resilient corporate earnings were tempered by ongoing concerns around AI-driven disruption.

Global equities markets were mixed in February as the release of Anthropic's enterprise AI agents, including Claude Code, highlighted the potential for AI systems to automate complex workflows. This crystallised concerns that agentic AI may disrupt existing business models, especially at established software/technology companies.

U.S. equity markets declined (S&P500 -0.8%, Nasdaq -3.3%), led by a sell-off in software and mega-cap technology stocks. Concerns around the scale of AI infrastructure investment and the timeline for generating adequate returns contributed to the Mag-7 Index falling 7.3%, its worst monthly decline since March 2025. Market leadership broadened during the month, with investors rotating away from mega-cap technology toward a wider mix of cyclical and defensive sectors.

Meanwhile, Europe's STOXX 600 rose 3.7% as optimism around Germany's fiscal stimulus and a supportive corporate earnings outlook boosted investor sentiment.

Asian markets also rose in February (MSCI Asia +6.8%) as stocks in the AI hardware supply chain rallied on continued growth in capital expenditure from large hyperscalers. Australian equities performed well, largely due to solid gains in ASX20 bank and iron ore stocks, despite significant volatility and share price weakness across many other stocks in the broader market.

Portfolio performance was solid over the month, with broad-based gains across several sectors, including Resources, Industrials and Infrastructure. Since the Strategy's inception on 1 January 2025, performance has been extremely broad-based, with 60 stocks each contributing more than 1% to portfolio performance.

Key contributors during the month included Cellnex, Amrize and several mid-cap gold equities, while Heidelberg Materials detracted.

Cellnex shares performed as the company saw an uptick in tenancy growth during Q4 2025 and was also able to re-affirm its medium-term earnings and cash flow targets.

Returns (Net)[1,3] (%)

	GLS Portfolio	MSCI World[2]	Out-performance
1 month	3.3	0.7	+2.5
GLS Since Inception	10.6	3.8	+6.7
Strategy Since Inception p.a.	81.6	20.9	+60.7

Figures may not sum exactly due to rounding.

Amrize shares rallied after reporting solid FY25 results and providing FY26 financial guidance above market expectations.

Gold equities continued to perform strongly as the gold price rose ~8% during the month and ~22% year-to-date.

Heidelberg Materials declined in February amid uncertainty around potential changes to the EU Emissions Trading System (ETS), which weighed on carbon prices and raised concerns about medium-term pricing power in the cement sector.

Global equity valuations at the index level appear relatively full at present, largely due to significant crowding in a handful of mega-cap names. Beyond these crowded areas, we are finding a large number of attractive investment opportunities across all developed markets, where we see a compelling combination of strong earnings growth, shareholder-friendly management, conservative balance sheets and significant valuation support.

Recent volatility, driven by the Iran war and growing uncertainty around the disruptive potential of agentic AI, has reinforced the importance of valuation discipline and stock selection. Periods of market uncertainty often create short-term periods of share price volatility but create attractive opportunities to find mispriced companies that should deliver attractive medium-long term returns for the portfolio.

All performance numbers are quoted net of fees. Figures may not sum exactly due to rounding. **Past performance should not be taken as an indicator of future performance. 1.** GLS (ASX:GLS) returns are calculated based on the movement of the underlying investment portfolio net of all applicable fees and charges. **2.** MSCI World Accumulation Index is shown in US$. Please see important information at the end of this pack regarding MSCI indices. **3.** Based on returns achieved by the L1 Global Long Short Fund Limited (ASX:GLS) since inception on 28 November 2025 (being the date that L1 Capital assumed the role of investment manager of the Company). Prior to this date, data is that of the L1 Capital Global Long Short Fund – Daily Class since inception (1 January 2025) which is subject to a higher fee. NOTE: Fund returns and Australian indices are shown in A$. Returns of U.S. indices and are shown in US$. Index returns are on a total return (accumulation) basis unless otherwise specified.

Returns (Net)[4,5] (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2025	3.0	(0.1)	1.1	8.3	6.1	4.0	0.7	7.0	5.6	2.7	15.3	1.2	**69.6**
2026	5.8	3.3											**9.2**

Portfolio positions

Number of total positions	108
Number of long positions	64
Number of short positions	44

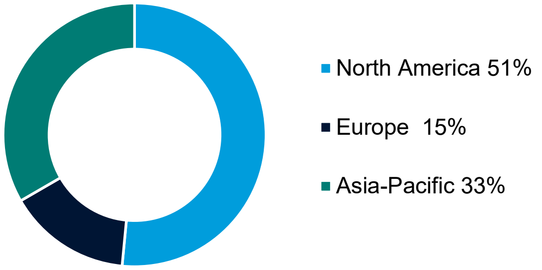
Net and gross exposure (%)[7]

	Gross long	Gross short	Net exposure
North America	76	(95)	(19)
Europe	48	(3)	45
Asia-Pacific	67	(44)	22
Total	**191**	**(143)**	**48**

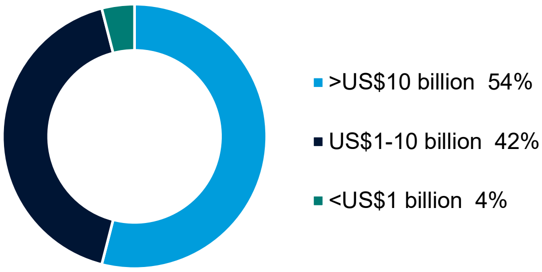
Company information as at 28 February 2026[6]

Share Price	$2.06
NTA before tax	$1.81
NTA after tax	$1.76
Shares on issue	547,188,803
Company market cap	$1.13b

Gross geographic exposure as a % of total exposure[7]



Gross market cap exposure as a % of total exposure



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Key personnel

Rachel Grimes	Chair
Douglas Farrell	Independent Director
David Gray	Independent Director
Katrina Glendinning	Independent Director
Joanne Jefferies	Non-Independent Director & Company Secretary
Registry	MUFG Corporate Markets
Company website	www.L1.com.au/GLSF

Company information – GLS

Name	L1 Global Long Short Fund Limited
Structure	Listed Investment Company (ASX:GLS)
Inception	1 December 2025
Management fee*	1.44% p.a.
Performance fee**	20.5% p.a.
High watermark	Yes

L1 Capital overview

L1 Capital is a global investment manager with offices in Melbourne, Sydney, Miami and London. The business was established by Raphael Lamm and Mark Landau in 2007 and continues to be majority owned by its founders and staff. The team is committed to offering clients best of breed investment products through strategies that include long-short equities, international equities, activist equities, global convertible debt and U.K. residential property funds. The firm has built a reputation for investment excellence, with all L1 Capital strategies delivering strong returns since inception. In October 2025, L1 Capital merged with Platinum Asset Management to create L1 Group (ASX: L1G), one of Australia's leading investment managers. The L1 Capital team remains dedicated to delivering on that strong reputation by providing market-leading performance via differentiated investment strategies with outstanding client service, transparency and integrity. L1 Capital's clients include large superannuation funds, pension funds, asset consultants, private wealth firms, financial planning groups, family offices, high net worth and retail investors.

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* Fees are quoted inclusive of GST and net of RITC. ** The performance fee is equal to the stated percentage of any increase in the NAV over any Performance Period.

Information contained in this publication: L1 Global Long Short Fund Limited, managed by L1 Capital Pty Ltd, has been established to invest in a portfolio of global securities. The Company has the ability to both buy and short-sell securities, which provides a flexible strategy to deal with changing stock market conditions. The objective is to deliver strong, positive, risk-adjusted returns to investors over the long term.