

# Capital Direct I Income Trust

Expected Yield  
(FY2026): 8.31%  
Rating\*: 2  
Risk\*: 3

## Powers Through 2025: Record Revenue and Earnings

### Sector: Mortgage Investment Entities

[Click here for more research on the company](#)

#### Highlights

- **Maintains Status as a Leading Canadian MIE:** CDIT remains one of the larger Mortgage Investment Entities (MIEs) in Canada, focused on first and second mortgages secured by single-family residential properties in B.C., Ontario, and Atlantic Canada.
- **Record High Mortgage Receivables:** In 2025, mortgage receivables increased 30% YoY to \$616M, exceeding our forecast by 15%. In Q1-2026, receivables rose a further 7% QoQ to \$659M, the highest level in CDIT's history.
- **Earnings Beat on Strong Lending Yield:** 2025 delivered record revenue and net income. Net income increased 27% to \$43M, beating our estimate by 12%, driven by higher lending rates, and growth in mortgage receivables. The weighted average yield, across all unit classes, rose 0.10 pp YoY to 9.63% vs our forecast of 9.29%.
- **Macroeconomic backdrop:** Following nine rate cuts totaling 275 bps since June 2024 (bringing the policy rate to 2.25%), the Bank of Canada has held rates steady over the past four meetings. We expect rates to remain unchanged through 2026, as unemployment levels have eased since peaking in September 2025, and inflation remains moderate. Supported by lower rates, we believe the sector entered 2026 with lower default risk, and improving mortgage origination momentum.
- **Sector trends:** We are seeing a notable increase in M&A activity among private MICs; several managers are pursuing acquisitions to scale platforms, and realize cost synergies in administration, operations, and staffing. While CDIT has not indicated any acquisition plans, we would not be surprised to see either a strategic transaction, or a potential bid from a larger player.
- **2026 Outlook:** We are projecting a yield of 8.31% in 2026 vs 9.63% in 2025. We believe CDIT stands out for delivering yields above sector averages, along with risk diversification driven by geographic diversification, smaller mortgage sizes, and lower loan-to-value (LTV) ratios.

Sid Rajeev, B.Tech, MBA, CFA  
Head of Research

Offering Summary	
Issuer	Capital Direct I Income Trust
Securities Offered	Class F Trust Units
Unit Price	\$10
Minimum Subscription	\$5,000
Distribution to Investors	80% of net income on a quarterly basis
Redemption	A fee of 2% is applicable within the first 6 months, with no fee thereafter
Management Fee	1.0% p.a. of NAV
Auditor	MNP

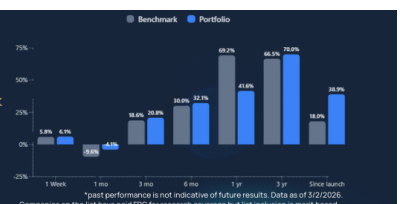
Financial Summary	2022	2023	2024	2025	2026E	2027E
Mortgage Investments (net)	\$364,338,646	\$392,617,096	\$475,687,747	\$616,263,015	\$714,865,097	\$750,608,352
Debt as a % of Mortgage Outstanding	28%	30%	36%	33%	33%	34%
Revenue	\$30,199,267	\$40,371,531	\$52,566,685	\$61,837,750	\$67,778,071	\$72,394,388
Net Income	\$21,397,295	\$26,423,407	\$33,665,160	\$42,805,727	\$45,528,199	\$47,818,961
Net Asset Value	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00
Weighted Avg Yield	7.45%	8.28%	9.53%	9.63%	8.31%	7.98%

\* Capital Direct I Income Trust has paid FRC a fee for research coverage and distribution of reports. See last page for other important disclosures, rating, and risk definitions. All figures in C\$ unless otherwise specified.

#### FRC ANALYSTS' TOP PICKS

Our analysts' highest-conviction stock ideas. Companies with strong potential for benchmark outperformance, supported by detailed research and proprietary fair value analysis.

EXPLORE THIS  
FEATURE



## Portfolio Summary

The table below compares CDIT's portfolio with other MICs (AUM \$100M+) focused on already-built single-family residential units.

Fundamental Research Corp.	Capital Direct	Average
First Mortgage	68%	76%
B.C.	41.5%	35.7%
ON	33.0%	49.3%
AB	19.0%	9.5%
Others	6.5%	5.5%
LTV	56%	59%
Yield	8.9%	8.8%
Debt to Capital	29%	20%
Average Loan Size	\$253,654	\$471,738
Stage Three % of Mortgages	7.1%	5.6%
Allowances % of Mortgages	0.3%	0.8%

Source: FRC / Various

The sector has seen two material transactions recently (listed below). Discussions with MIC managers indicate several are actively **pursuing M&A** to scale their platforms, drive synergies, and achieve cost savings across administration, operations, and staffing. We believe these efficiencies can support higher yields, and attract additional capital. While CDIT has not indicated any acquisition plans, we would not be surprised to see either a strategic transaction, or a potential bid from a larger player.

**September 2025:** Alta West Mortgage Capital Corporation acquired Premiere Home Mortgage for an undisclosed amount.

**October 2025:** Neighbourhood Holdings acquired Fisgard Asset Management for an undisclosed amount, creating one of Canada's largest alternative mortgage lenders with over \$750M in AUM across 1,550 mortgages.

We believe CDIT operates a low-to-mid risk MIE

Lower first-mortgage exposure implies higher risk, partly offset by smaller loan sizes and lower LTVs

Leverage is higher, reflected in a higher debt-to-capital ratio

The yield is slightly higher despite management charging both management and performance fees, unlike most comparable MIEs, which typically do not have performance-based compensation



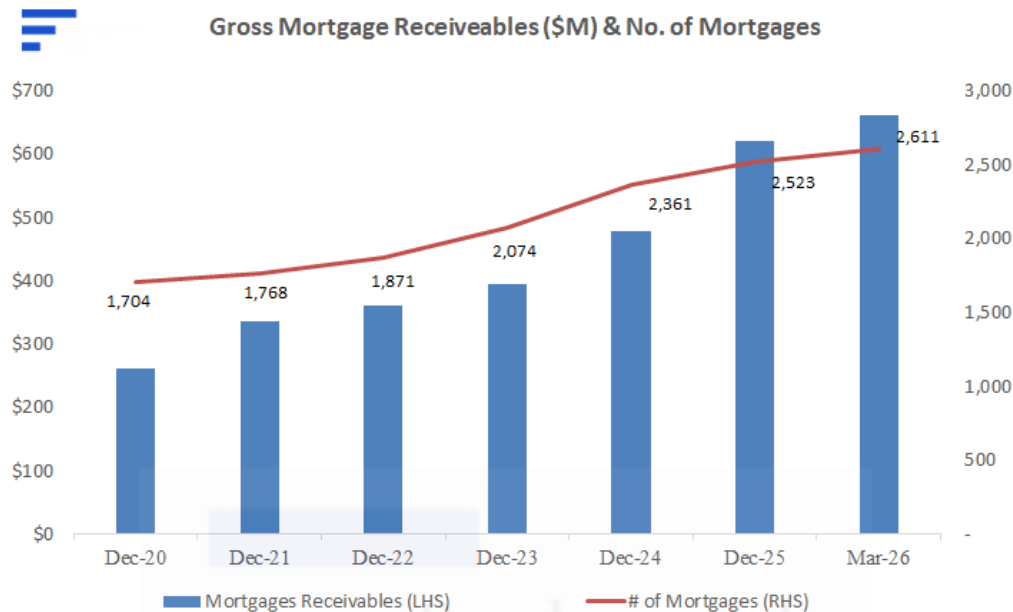
## Portfolio Update

In 2025, mortgage receivables were up 30% to \$616M, 15% above our forecast

In Q1-2026, receivables increased 7% QoQ to a record \$659M

At the end of Q1-2026, debt-to-capital was 29%, in line with comparables (20%–40%)

The interest coverage ratio is on the higher end of comparables (3x–5x), implying stronger debt servicing capacity



Balance Sheet	2022	2023	2024	2025	Q1-2026
---------------	------	------	------	------	---------

### Assets

Cash	\$13,619,660	\$13,303,792	\$22,767,295	\$21,307,611	\$11,468,283
Accounts Receivable	\$5,916,889	\$6,883,133	\$11,084,627	\$18,240,274	\$13,924,156
Mortgage Investments (net)	\$364,338,646	\$392,617,096	\$475,687,747	\$616,263,015	\$658,504,994
<b>Total Assets</b>	<b>\$383,875,195</b>	<b>\$412,804,021</b>	<b>\$509,539,669</b>	<b>\$655,810,900</b>	<b>\$683,897,433</b>

### Liabilities

Debt	\$101,459,633	\$116,662,856	\$172,025,772	\$206,085,138	\$198,086,138
A/P & Accrued Liabilities	\$9,383,013	\$8,522,326	\$9,227,527	\$13,101,617	\$11,520,479
<b>Total Liabilities</b>	<b>\$110,842,646</b>	<b>\$125,185,182</b>	<b>\$181,253,299</b>	<b>\$219,186,755</b>	<b>\$209,606,617</b>

Net Asset	\$273,032,549	\$287,618,839	\$328,286,370	\$436,624,145	\$474,290,815
<b>SE + Liabilities</b>	<b>\$383,875,195</b>	<b>\$412,804,021</b>	<b>\$509,539,669</b>	<b>\$655,810,900</b>	<b>\$683,897,432</b>

Debt to Capital	27%	29%	34%	32%	29%
Debt as a % of Mortgage Outstanding	28%	30%	36%	33%	30%
Interest Coverage Ratio	5.0	4.3	4.3	5.1	5.8

Source: Company / FRC

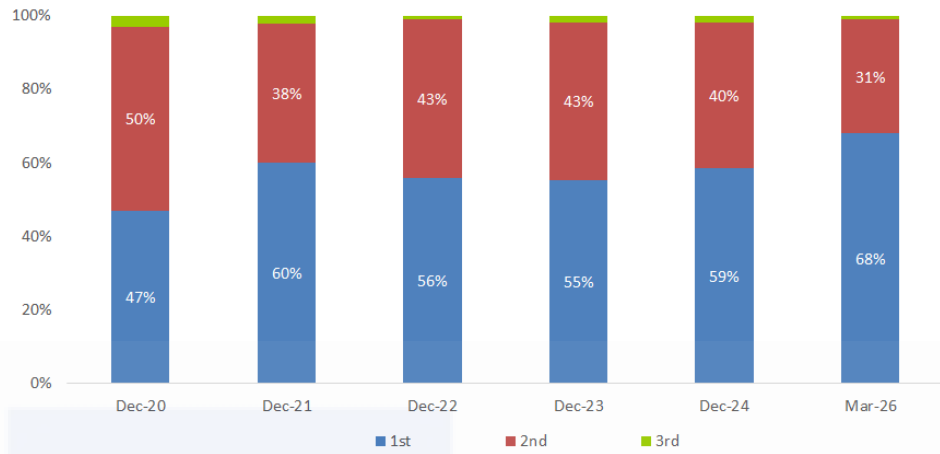


At the end of Q1-2026, exposure to first mortgages increased 9 pp since year-end 2024 to 68%, implying a lower risk profile

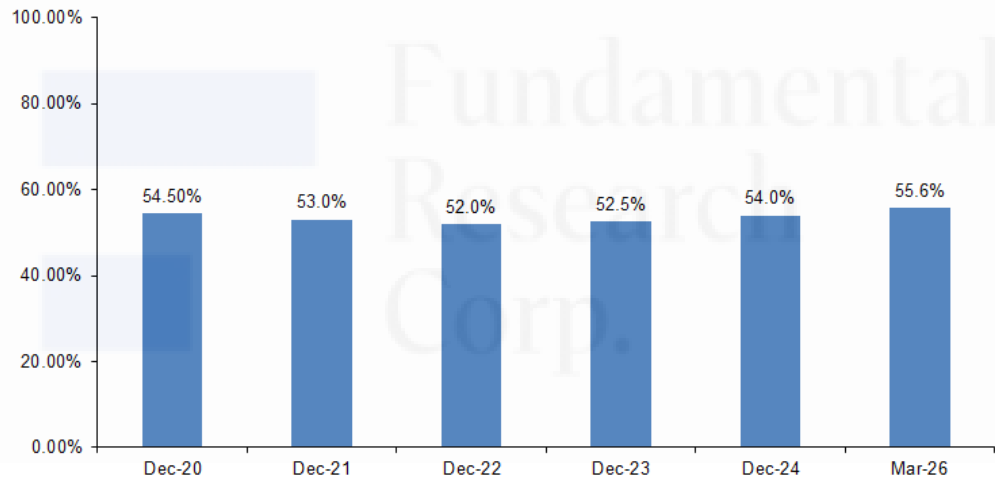
LTV increased slightly, but remains below the sector average of 59%, implying lower relative risk

Increased B.C. and Alberta exposure, with a corresponding decrease in Ontario

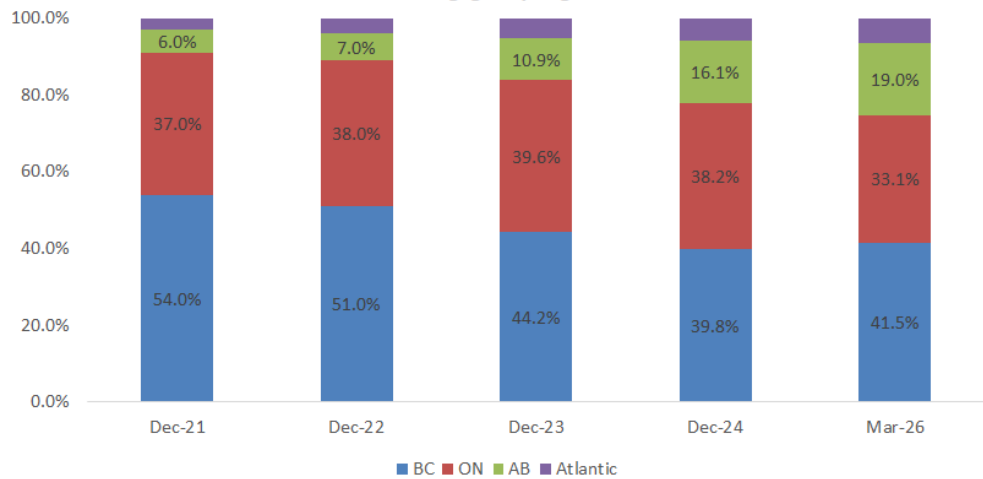
Mortgages by Priority



Loan to Value (LTV)



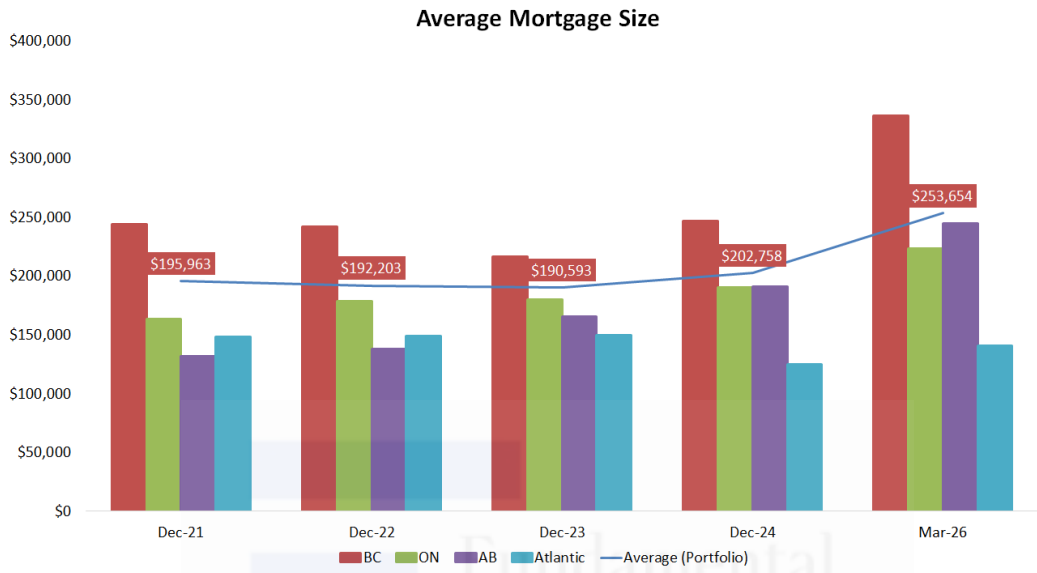
Mortgages by Region



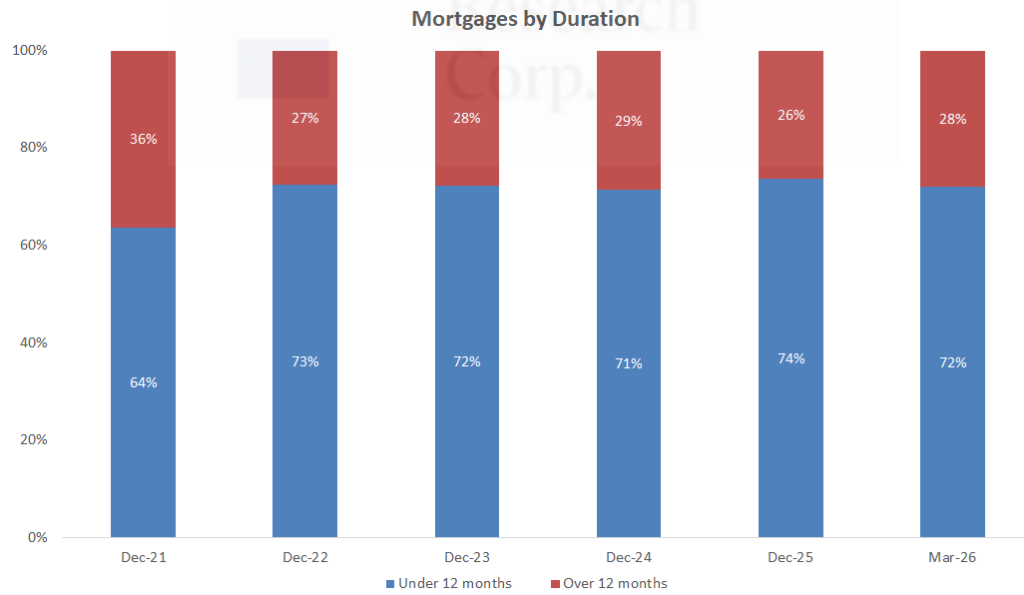
Source: Company / FRC



The average mortgage size increased 25% since the end of 2024 to \$254k



Duration increased but remains in line with the historical average; generally higher duration implies greater interest rate risk



Source: Company / FRC



In 2025, stage three (default) mortgages increased 3 pp YoY to 7% of mortgages, above the sector average of 6%, implying elevated risk levels

However, allowances were 0.3% of receivables, well below the 0.8% sector average, suggesting management does not expect material losses from defaults

In summary, we believe the portfolio's risk profile has remained stable despite more red than green signals, with higher default risk offset by the increase in first mortgages

	2022	2023	2024	2025	Q1-2026
Actual Losses	\$49,472	\$48,916	\$549,395	\$685,863	\$340,749
% of Receivable	0.01%	0.01%	0.13%	0.13%	0.05%
Distributions	\$17,905,517	\$22,175,017	\$27,825,405	\$34,683,457	\$9,604,185
Reinvested	\$11,177,839	\$13,666,988	\$17,600,481	\$22,120,046	\$5,943,157
% of Distributions	62.43%	61.63%	63.25%	63.78%	61.88%
Redemptions	\$32,631,059	\$33,399,916	\$26,974,644	\$35,560,283	\$8,325,816
% of Invested capital	12.69%	11.91%	8.76%	9.30%	1.83%
Stage Three (impaired)	\$11,756,409	\$29,072,130	\$19,580,409	\$43,654,082	n/a
% of Receivable	3.20%	7.35%	4.09%	7.08%	n/a
Loan loss provisions	\$197,366	\$59,942	\$658,560	\$1,070,415	\$350,897
Loan loss allowance (end of period)	\$1,304,126	\$1,315,152	\$1,424,317	\$1,808,869	\$1,819,017
% of Receivable	0.36%	0.33%	0.30%	0.29%	0.28%

Parameter	Risk Profile
Average Mortgage	↑
Diversification	-
Priority	↑
Property Type (lower-risk properties)	-
LTV	↑
Stage Three Mortgages	↑
Debt to Capital	↓
Duration	↑

- red (green) indicates an increase (decrease) in risk level

Source: FRC



## Financials

Income Statement	2023	2024	2025	YoY	Q1-2025	Q1-2026	YoY
<b>Revenue</b>							
Interest Income	\$38,633,064	\$50,365,065	\$59,484,166	18%	\$13,495,776	\$15,587,480	15%
Other Income	\$1,738,467	\$2,201,620	\$2,353,584	7%	\$1,050,317	\$1,136,519	8%
<b>Total Revenue</b>	<b>\$40,371,531</b>	<b>\$52,566,685</b>	<b>\$61,837,750</b>	<b>18%</b>	<b>\$14,546,093</b>	<b>\$16,723,999</b>	<b>15%</b>
<b>Expenses</b>							
G&A	\$783,845	\$757,608	\$1,508,790	99%	\$359,192	\$350,537	-2%
Bank Charges	\$502,777	\$556,935	\$516,307	-7%	\$76,483	\$141,566	85%
Interest on Debt	\$8,134,065	\$10,577,836	\$10,294,215	-3%	\$2,527,883	\$2,421,927	-4%
Management Fees	\$4,396,632	\$4,766,745	\$5,857,064	23%	\$1,297,694	\$1,746,648	35%
Loan Loss Provision	\$59,942	\$658,560	\$1,070,415	63%	\$357,256	\$350,897	-2%
<b>Total Operating Expenses</b>	<b>\$13,877,261</b>	<b>\$17,317,684</b>	<b>\$19,246,791</b>	<b>11%</b>	<b>\$4,618,508</b>	<b>\$5,011,575</b>	<b>9%</b>
Gain on financial instruments	-\$70,863	-\$1,583,841	\$214,768	n/a			
<b>Net Income</b>	<b>\$26,423,407</b>	<b>\$33,665,160</b>	<b>\$42,805,727</b>	<b>27%</b>	<b>\$9,927,585</b>	<b>\$11,712,424</b>	<b>18%</b>
<b>Net Asset Value</b>	\$10.00	\$10.00	\$10.00	0%	\$10.00	\$10.00	0%
Units Outstanding	28,761,884	32,828,637	43,662,414	33%	34,931,445	47,429,082	36%
<b>Distributions</b>							
Investors	\$22,175,017	\$27,825,405	\$34,683,457	25%	\$7,942,068	\$9,604,185	21%
Management	\$4,248,390	\$5,839,755	\$8,122,270	39%	\$1,985,517	\$2,108,239	6%
Investors' Share	83.9%	82.7%	81.0%		80.0%	82.0%	

2025 revenue rose 18% YoY, beating our estimate by 8%, driven by higher mortgage receivables, partially offset by lower rates

Net income was up 27% YoY, beating our estimate by 12%

In Q1-2026, revenue and net income were up 15% YoY, and 18% YoY, respectively

Note that the above figures may be slightly different from the figures reported by Capital Direct due to the difference in the method of calculation. We used the average of the opening balance, and year-end balance of the mortgages outstanding, and invested capital, to arrive at the above figures.

Source: Company / FRC

## Units Outstanding and Ownership

Units Outstanding	30-Sep-23	31-Dec-24	31-Dec-25	31-Mar-26	% of Total
Class A	8,858,609	9,709,848	10,871,284	11,309,740	23.8%
Class C	7,642,309	8,742,820	13,769,700	15,074,042	31.8%
Class F	11,348,593	14,375,969	19,021,431	21,045,299	44.4%
<b>Total</b>	<b>27,849,511</b>	<b>32,828,637</b>	<b>43,662,415</b>	<b>47,429,081</b>	<b>100.0%</b>

Source: Company / FRC

47M units outstanding at the end of Q1-2026, up 44% since the end of 2024

- Class A - offered to investors directly
- Class F - offered to funds managed by portfolio managers, and other fee-based investment advisors
- Class C - offered to investors who purchase units through dealers (IIROC and Exempt Market Dealers)



The yield rose from 9.53% in 2024, to 9.63% in 2025 (vs 9.29% forecast), then declined to 8.88% in Q1-2026 amid lower rates



### FRC Projections and Rating

With rates peaking last year, we expect yields to decline in FY2026

We are projecting a yield of 8.31% in FY2026 vs 9.63% in 2025

Our FY2026 yield estimate varies between 7.54% and 8.74%, as loan loss provisions and lending rates vary

Financial Summary	2023	2024	2025	2026E	2027E
Mortgage Investments (net)	\$392,617,096	\$475,687,747	\$616,263,015	\$714,865,097	\$750,608,352
Debt a% of Mortgages	30%	36%	33%	33%	34%
Revenue	\$40,371,531	\$52,566,685	\$61,837,750	\$67,778,071	\$72,394,388
Net Income	\$26,423,407	\$33,665,160	\$42,805,727	\$45,528,199	\$47,818,961
Net Asset Value	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00
Weighted Avg Yield	8.28%	9.53%	9.63%	8.31%	7.98%

2026E Yield	YoY Decline in the Weighted Average Lending Rate in 2026E				
	0.60%	0.90%	1.15%	1.50%	1.80%
0.00%	9.23%	8.85%	8.53%	8.09%	7.71%
0.05%	9.18%	8.80%	8.48%	8.03%	7.65%
0.10%	9.12%	8.74%	8.42%	7.98%	7.60%
0.20%	9.01%	8.63%	<b>8.31%</b>	7.87%	7.49%
0.50%	8.68%	8.30%	7.99%	7.54%	7.16%
1.00%	8.14%	7.76%	7.44%	6.99%	6.61%

Source: FRC

**We reiterate our overall rating of 2, and risk rating of 3.** CDIT remains a leading Canadian MIE, delivering strong earnings supported by record mortgage



receivables, and above-average yields. While we expect yields to moderate, we view CDIT as well-positioned in a consolidating sector. The macro backdrop remains supportive, with stable interest rates, and lower expected default risk, supporting mortgage demand and portfolio stability.

FRC Rating	
Expected Yield (FY2026E)	8.31%
Rating	2
Risk	3

### Risks

- Loans are short-term and need to be sourced and replaced quickly
- Lower housing prices will result in higher LTVs
- **Investors' principal is not guaranteed**
- No guaranteed minimum distributions
- The fund has the ability to use leverage, increasing exposure to negative events
- Second mortgages carry higher risk
- **Default rates can rise during recession**



## APPENDIX

Fundamental Research Corp.					
Income Statement	2023	2024	2025	2026E	2027E
<b>Revenue</b>					
Interest Income	\$38,633,064	\$50,365,065	\$59,484,166	\$64,859,398	\$69,609,989
Other Income	\$1,738,467	\$2,201,620	\$2,353,584	\$2,918,673	\$2,784,400
<b>Total Revenue</b>	<b>\$40,371,531</b>	<b>\$52,566,685</b>	<b>\$61,837,750</b>	<b>\$67,778,071</b>	<b>\$72,394,388</b>
<b>Expenses</b>					
G&A	\$783,845	\$757,608	\$1,508,790	\$1,584,230	\$1,703,047
Bank Charges	\$502,777	\$556,935	\$516,307	\$567,938	\$624,731
Interest on Debt	\$8,134,065	\$10,577,836	\$10,294,215	\$11,578,485	\$12,810,000
Management Fees	\$4,396,632	\$4,766,745	\$5,857,064	\$7,321,205	\$8,060,104
Loan Loss Provision	\$59,942	\$658,560	\$1,070,415	\$1,198,015	\$1,377,545
<b>Total Operating Expenses</b>	<b>\$13,877,261</b>	<b>\$17,317,684</b>	<b>\$19,246,791</b>	<b>\$22,249,872</b>	<b>\$24,575,427</b>
Gain on financial instruments	-\$70,863	-\$1,583,841	\$214,768		
<b>Net Income</b>	<b>\$26,423,407</b>	<b>\$33,665,160</b>	<b>\$42,805,727</b>	<b>\$45,528,199</b>	<b>\$47,818,961</b>
<b>Net Asset Value</b>					
	\$10.00	\$10.00	\$10.00	\$10.00	\$10.00
Units Outstanding	28,761,884	32,828,637	43,662,414	48,592,518	50,379,681
<b>Distributions</b>					
Investors	\$22,175,017	\$27,825,405	\$34,683,457	\$36,877,841	\$38,733,359
Management	\$4,248,390	\$5,839,755	\$8,122,270	\$8,650,358	\$9,085,603
Investors' Share	83.9%	82.7%	81.0%	81.0%	81.0%



Fundamental Research Corp.		2023	2024	2025	2026E	2027E
<b>Balance Sheet</b>						
<b>Assets</b>						
Cash		\$13,303,792	\$22,767,295	\$21,307,611	\$664,499	\$523,092
Accounts Receivable		\$6,883,133	\$11,084,627	\$18,240,274	\$19,152,288	\$20,109,902
Mortgage Investments (net)		\$392,617,096	\$475,687,747	\$616,263,015	\$714,865,097	\$750,608,352
<b>Total Assets</b>		<b>\$412,804,021</b>	<b>\$509,539,669</b>	<b>\$655,810,900</b>	<b>\$734,681,884</b>	<b>\$771,241,346</b>
<b>Liabilities</b>						
Debt		\$116,662,856	\$172,025,772	\$206,085,138	\$235,000,000	\$253,000,000
A/P & Accrued Liabilities		\$8,522,326	\$9,227,527	\$13,101,617	\$13,756,698	\$14,444,533
<b>Total Liabilities</b>		<b>\$125,185,182</b>	<b>\$181,253,299</b>	<b>\$219,186,755</b>	<b>\$248,756,698</b>	<b>\$267,444,533</b>
Net Asset		\$287,618,839	\$328,286,370	\$436,624,145	\$485,925,186	\$503,796,814
<b>SE + Liabilities</b>		<b>\$412,804,021</b>	<b>\$509,539,669</b>	<b>\$655,810,900</b>	<b>\$734,681,884</b>	<b>\$771,241,346</b>
Debt to Capital		29%	34%	32%	33%	33%
Debt as a % of Mortgage Outstanding		30%	36%	33%	33%	34%
Interest Coverage Ratio		4.3	4.3	5.1	4.9	4.7

Fundamental Research Corp.		2026E	2027E
<b>Cash Flow Statements</b>			

**Operating Activities**

Net Income		\$45,528,199	\$47,818,961
		\$45,528,199	\$47,818,961
Chnges in non-cash Working Capital			
Accounts Receivable		-\$912,014	-\$957,614
Accounts Payable and Accrued Liabilities		\$655,081	\$687,835
		-\$256,933	-\$269,779
<b>Cash from Operating Activities</b>		<b>\$45,271,266</b>	<b>\$47,549,182</b>

**Investing Activities**

Net Purchase of Mortgage Investments		-\$98,602,082	-\$35,743,255
<b>Cash from Investing Activities</b>		<b>-\$98,602,082</b>	<b>-\$35,743,255</b>

**Financing Activities**

Repayment of Loan Payable			
Distribution to unitholders (net of reinvestments)		-\$36,877,841	-\$38,733,359
Distribution to Manager		-\$8,650,358	-\$9,085,603
Capital Raised / Redemptions		\$49,301,041	\$17,871,627
Loan Payable		\$28,914,862	\$18,000,000
<b>Cash from Financing Activities</b>		<b>\$32,687,704</b>	<b>-\$11,947,334</b>



**Fundamental Research Corp. Rating Scale (ratings are not a recommendation to acquire, dispose of, or take no action regarding a security; the definitions of our ratings are explained below):**

- Rating – 1: Excellent Return to Risk Ratio
- Rating – 2: Very Good Return to Risk Ratio
- Rating – 3: Good Return to Risk Ratio
- Rating – 4: Average Return to Risk Ratio
- Rating – 5: Weak Return to Risk Ratio
- Rating – 6: Very Weak Return to Risk Ratio
- Rating – 7: Poor Return to Risk Ratio

A "+" indicates the rating is in the top third of the category, A "-" indicates the lower third and no "+" or "-" indicates the middle third of the category.

**Fundamental Research Corp. Risk Rating Scale:**

- 1 (Low Risk)
- 2 (Below Average Risk)
- 3 (Average Risk)
- 4 (Speculative)
- 5 (Highly Speculative)

FRC Distribution of Ratings			
Rating - 1	0%	Risk - 1	0%
Rating - 2	34%	Risk - 2	10%
Rating - 3	45%	Risk - 3	42%
Rating - 4	8%	Risk - 4	31%
Rating - 5	4%	Risk - 5	7%
Rating - 6	1%	Suspended	9%
Rating - 7	0%		
Suspended	9%		

**Disclaimers and Disclosure**

**Analyst Certification:** The views expressed in this report accurately reflect the personal views of the analyst, and no part of their compensation was, is, or will be directly or indirectly related to the specific recommendation or views expressed.

Any "forward looking statements" are our best estimates and opinions based upon information that is publicly available and that we believe to be correct, but we have not independently verified with respect to truth or correctness. There is no guarantee that our forecasts will materialize. Actual results will likely vary. The analyst and Fundamental Research Corp. "FRC" do not own any shares of the subject company, do not make a market or offer shares for sale of the subject company, and do not have any investment banking business with the subject company. Fees ranging between \$8,000 and \$12,000 have been paid to FRC by Capital Direct to commission this report, research coverage, and distribution of reports. **This fee creates a potential conflict of interest which readers should consider.** FRC takes steps to mitigate conflicts including setting fees in advance and utilizing analysts who must abide by CFA Institute Code of Ethics and Standards of Professional Conduct. Additionally, analysts may not trade in any security under coverage. Our full editorial control of all research, timing of release of the reports, and release of liability for negative reports are protected contractually. The issuer has agreed to a minimum coverage term and coverage cannot be unilaterally terminated. Distribution procedure: our reports are distributed first to our web-based subscribers on the date shown on this report then made available to delayed access users through various other channels for a limited time.

This report contains "forward looking" statements. Forward-looking statements regarding the Company and/or stock's performance inherently involve risks and uncertainties that could cause actual results to differ from such forward-looking statements. Factors that would cause or contribute to such differences include, but are not limited to, continued acceptance of the Company's products/services in the marketplace; acceptance in the marketplace of the Company's new product lines/services; competitive factors; new product/service introductions by others; technological changes; dependence on suppliers; systematic market risks and other risks discussed in the Company's periodic report filings, including interim reports, annual reports, and annual information forms filed with the various securities regulators. By making these forward-looking statements, Fundamental Research Corp. and the analyst/author of this report undertakes no obligation to update these statements for revisions or changes after the date of this report. A report initiating coverage will most often be updated quarterly while a report issuing a rating may have no further or less frequent updates because the subject company is likely to be in earlier stages where nothing material may occur quarter to quarter.

Fundamental Research Corp DOES NOT MAKE ANY WARRANTIES, EXPRESSED OR IMPLIED, AS TO RESULTS TO BE OBTAINED FROM USING THIS INFORMATION AND MAKES NO EXPRESS OR IMPLIED WARRANTIES OR FITNESS FOR A PARTICULAR USE. ANYONE USING THIS REPORT ASSUMES FULL RESPONSIBILITY FOR WHATEVER RESULTS THEY OBTAIN FROM WHATEVER USE THE INFORMATION WAS PUT TO. ALWAYS TALK TO YOUR FINANCIAL ADVISOR BEFORE YOU INVEST. WHETHER A STOCK SHOULD BE INCLUDED IN A PORTFOLIO DEPENDS ON ONE'S RISK TOLERANCE, OBJECTIVES, SITUATION, RETURN ON OTHER ASSETS, ETC. ONLY YOUR INVESTMENT ADVISOR WHO KNOWS YOUR UNIQUE CIRCUMSTANCES CAN MAKE A PROPER RECOMMENDATION AS TO THE MERIT OF ANY PARTICULAR SECURITY FOR INCLUSION IN YOUR PORTFOLIO. This REPORT is solely for informative purposes and is not a solicitation or an offer to buy or sell any security. It is not intended as being a complete description of the company, industry, securities or developments referred to in the material. Any forecasts contained in this report were independently prepared unless otherwise stated and HAVE NOT BEEN endorsed by the Management of the company which is the subject of this report. Additional information is available upon request. THIS REPORT IS COPYRIGHT. YOU MAY NOT REDISTRIBUTE THIS REPORT WITHOUT OUR PERMISSION. Please give proper credit, including citing Fundamental Research Corp and/or the analyst, when quoting information from this report.

The information contained in this report is intended to be viewed only in jurisdictions where it may be legally viewed and is not intended for use by any person or entity in any jurisdiction where such use would be contrary to local regulations or which would require any registration requirement within such jurisdiction.

20+ Years of Equity Research  
[www.researchfrc.com](http://www.researchfrc.com)

**FRC ANALYSTS' TOP PICKS**

Our analysts' highest-conviction stock ideas. Companies with strong potential for benchmark outperformance, supported by detailed research and proprietary fair value analysis.

[EXPLORE THIS FEATURE](#)

\*past performance is not indicative of future results. Data as of 3/2/2026. Companies on the list have paid FRC for research coverage but list inclusion is merit based.