THE COPERNICUS OBSERVER · MONTHLY INVESTOR LETTER

Order and truth from careful observation.

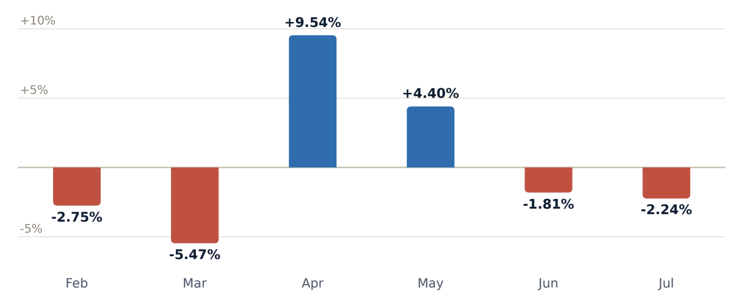
COPERNICUS HEDGE FUND LP   AUGUST 2026 · VOL. I, NO. 7   COVERING JULY 2026   CONFIDENTIAL

July was a month in which the average stock rose and the average index fell. Fifty-nine percent of S&P 500 constituents advanced, yet the index slipped −0.13% — its first losing July since 2014 — because the damage sat where the weight is. The Fund returned −2.24% net, and is +0.90% since inception.

−2.24%	+0.90%	~5.0%*	$100,905	10,000+
JULY NET RETURN	YTD NET (FEB–JUL)	ANN. DIVIDEND YIELD	GROWTH OF $100K	UNDERLYING POSITIONS

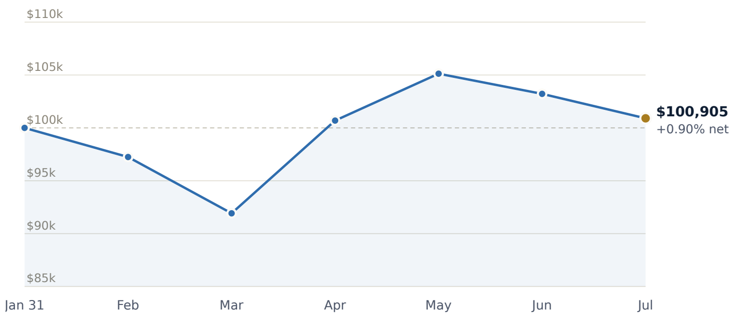
Monthly net returns — since inception

February–July 2026, net of all fees



Growth of $100,000

Net of all fees, February 1 – July 31, 2026



Ready to invest?

Open to accredited investors who are qualified clients.

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SCAN TO VISIT

Opens the Fund's secure data room at NAV Consulting. Accredited status is verified before any subscription is accepted.

THE MONTH IN MARKETS

The AI trade unwound.

The iShares Semiconductor ETF fell 22.1% — its worst month since December 2002 — even as hyperscaler earnings came in strong.

Breadth without gains.

Fifty-nine percent of S&P 500 members rose while the cap-weighted index fell 0.13% and the equal-weighted version gained 1.1%.

Warsh holds; three dissent.

The FOMC held at 3.50–3.75% on July 29, a fifth straight hold, over three dissents favoring a hike. September odds rose to about 72%.

Oil and yields rose together.

WTI crude gained 18.3% on Red Sea tanker attacks. The 30-year Treasury yield hit 5.27%, its highest since 2007.

MARKET DASHBOARD — JULY

S&P 500	**−0.13% · +10.1% YTD**
Nasdaq Composite	**≈−3%**
Semiconductors (SOXX)	**−22.1%**
10-yr Treasury yield	**4.71%**
Headline CPI (June, y/y)	**+3.5%**
WTI crude (July)	**+18.3%**

> *"The four most dangerous words in investing are: 'This time it's different.'"*
>
> — SIR JOHN TEMPLETON

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