



Dividend Acceleration

Equity Strategy

Sep 2024

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Christmas Dividend Acceleration Strategy (XDIVA)



Exposure to: companies with consistent growth in earnings and dividend payments.

The strategy seeks to deliver long-term capital appreciation and growing dividend income by investing in U.S. equities.

While maintaining significant exposure to Utilities sector, the portfolio also diversifies into the Consumer Staples, Industrials, Real Estate, and Private Credit sectors.

The portfolio is actively managed and typically consists of 15 to 25 dividend-paying stocks, with an emphasis on high-quality, financially sound companies. Exchange-traded funds (ETFs) may also be utilized to enhance diversification, improve yield, or serve as hedges.

Client portfolios are structured using a separately managed account (SMA) scheme.

Expectation

3-4%

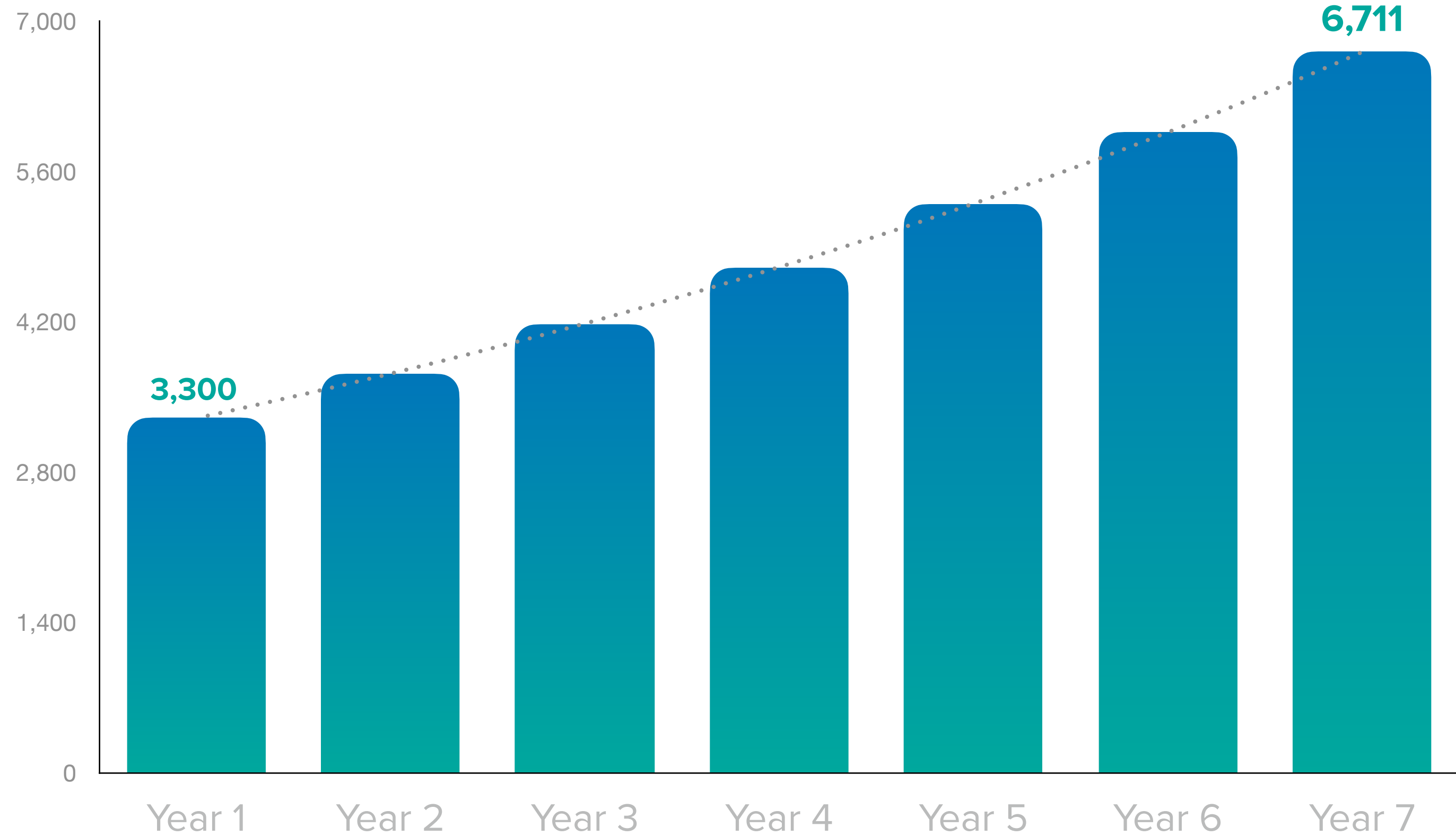
expected yield
of the portfolio

10-12%

expected annual growth
of earnings / dividends

Portfolio Income Projection with \$100k initial investment

assuming reinvestment of dividends, net of management fees

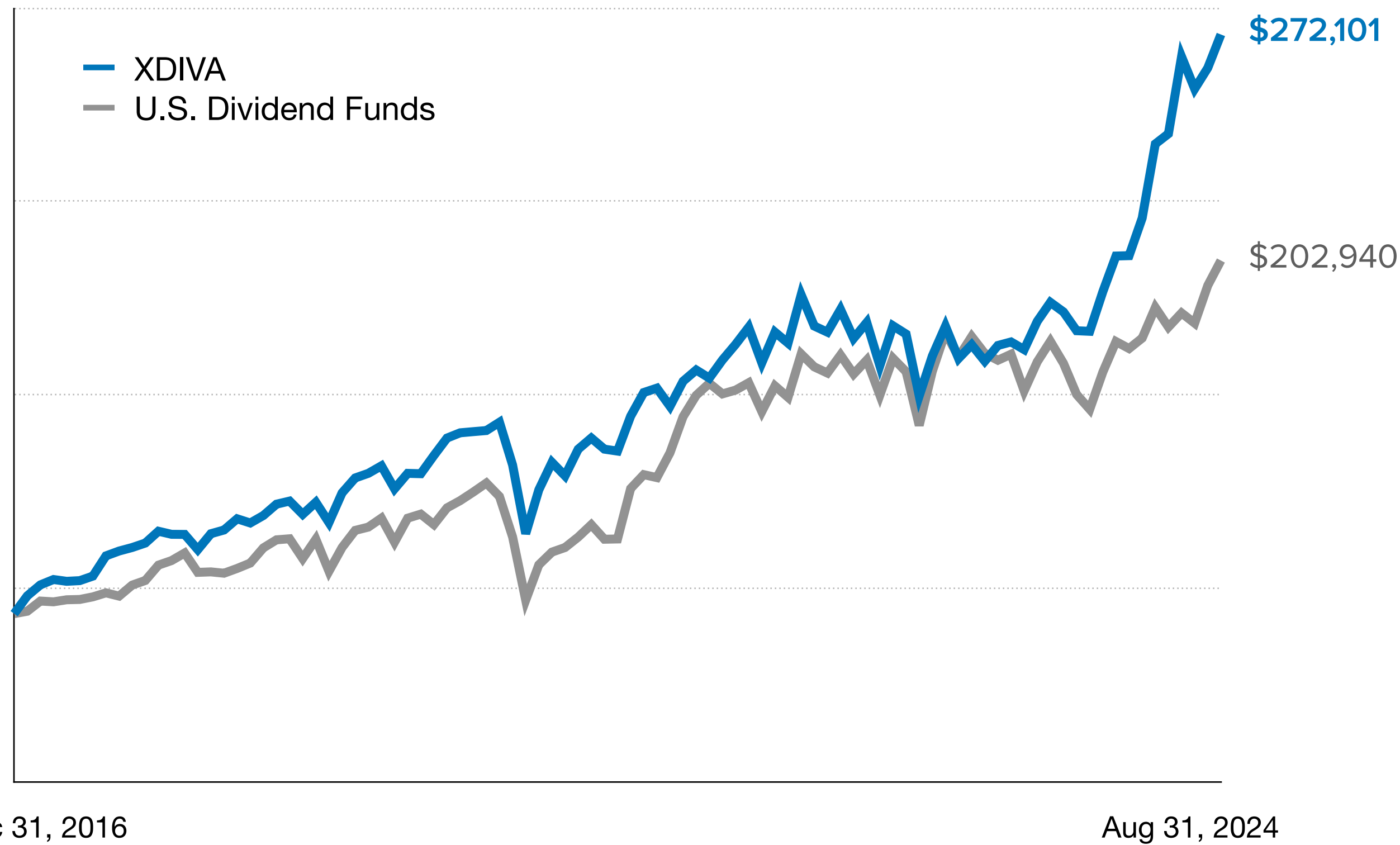


Returns

Backtesting

Actual Result, Sep 2024

Results of \$100k investment



2.89%

XDIVA

1.44%

U.S. Dividend Funds
average

UTILITIES



INDUSTRIALS & TRANSPORTATION



REAL ESTATE INVESTMENT TRUSTS



CONSUMER STAPLES



PRIVATE

CREDIT



Utilities: Powering the U.S. Future Trends

Rapid AI Proliferation

45 TWh

AI Datacenter electricity needs by 2030, or 9% of national consumption.

Electrification Everywhere

800%

Cumulative growth of electric vehicles sales over the past 8 years.

149%

Cumulative growth of smart-home revenues over the past 5 years.

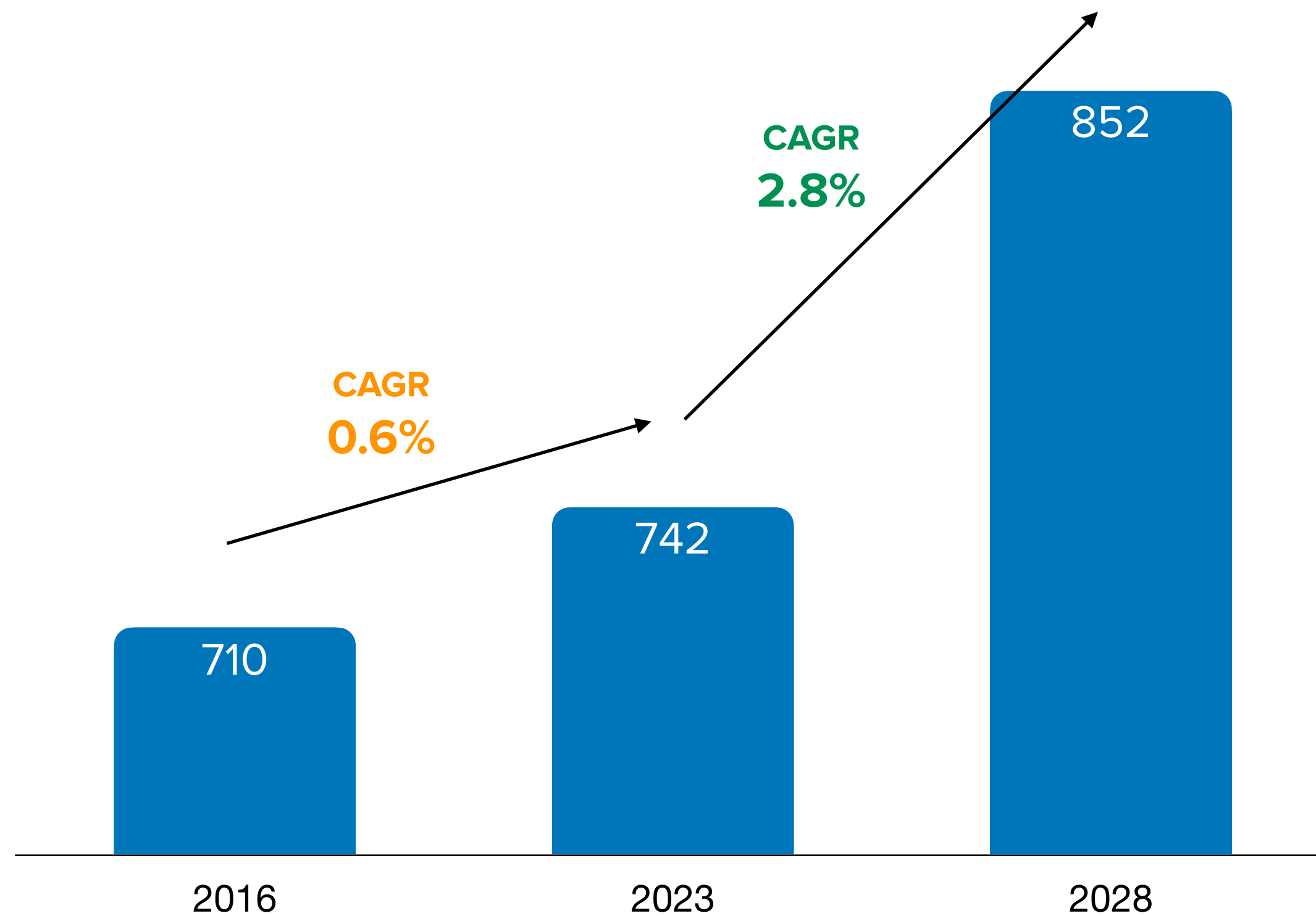
Re-shoring Tailwinds

**\$166
billions**

The value of new factories built in the U.S. per month in 2023 because of re-shoring policies. As these factories become operational, they demand more electricity.

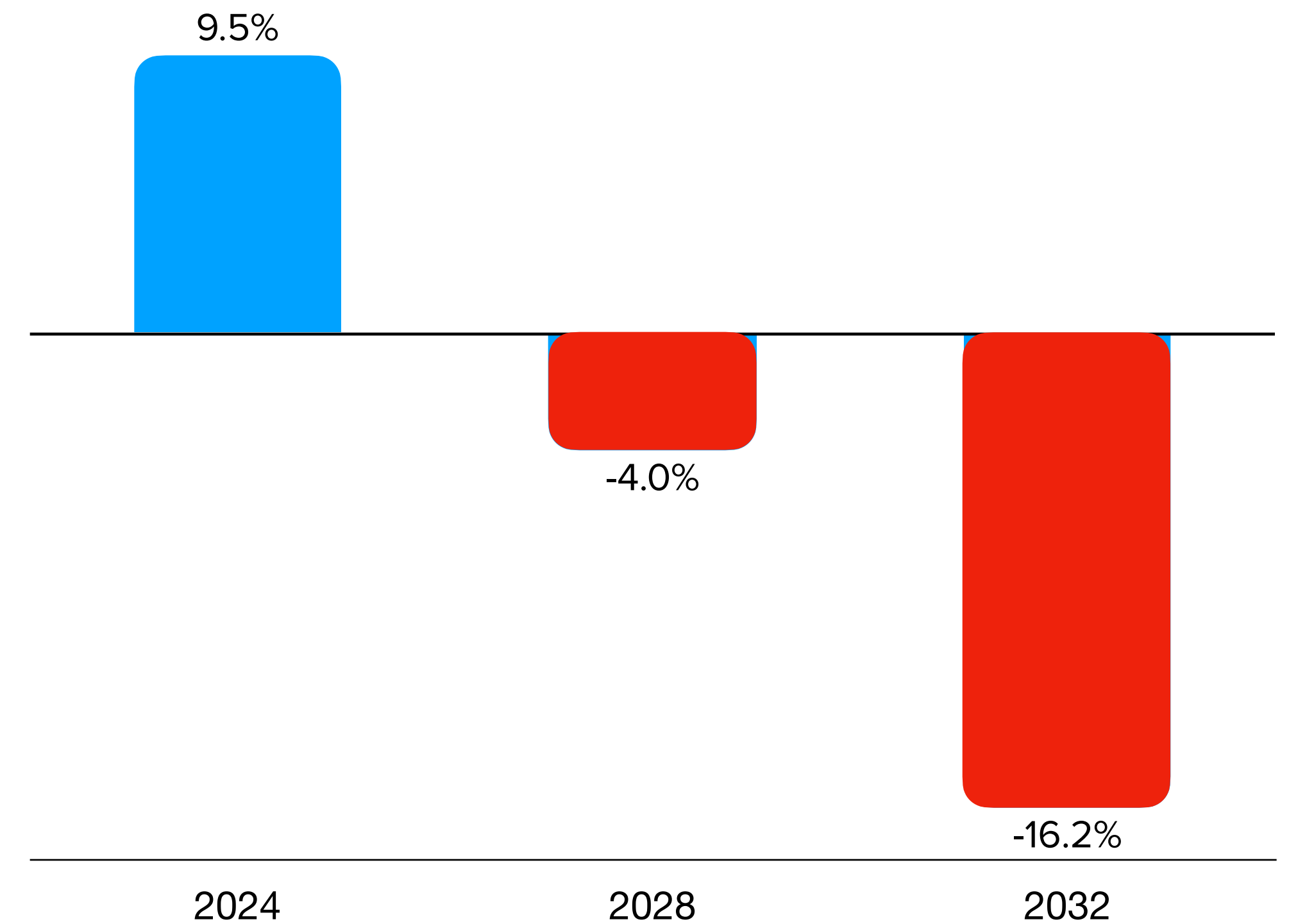
US Power Capacity is Falling Behind

Electricity Capacity Demand (GW) Accelerates



Peak hourly electricity demand in the Lower 48 States.
2016 & 2023 data from U.S. Energy Information Administration (EIA).
2028 estimated data from North American Electric Reliability Corporation (NERC).

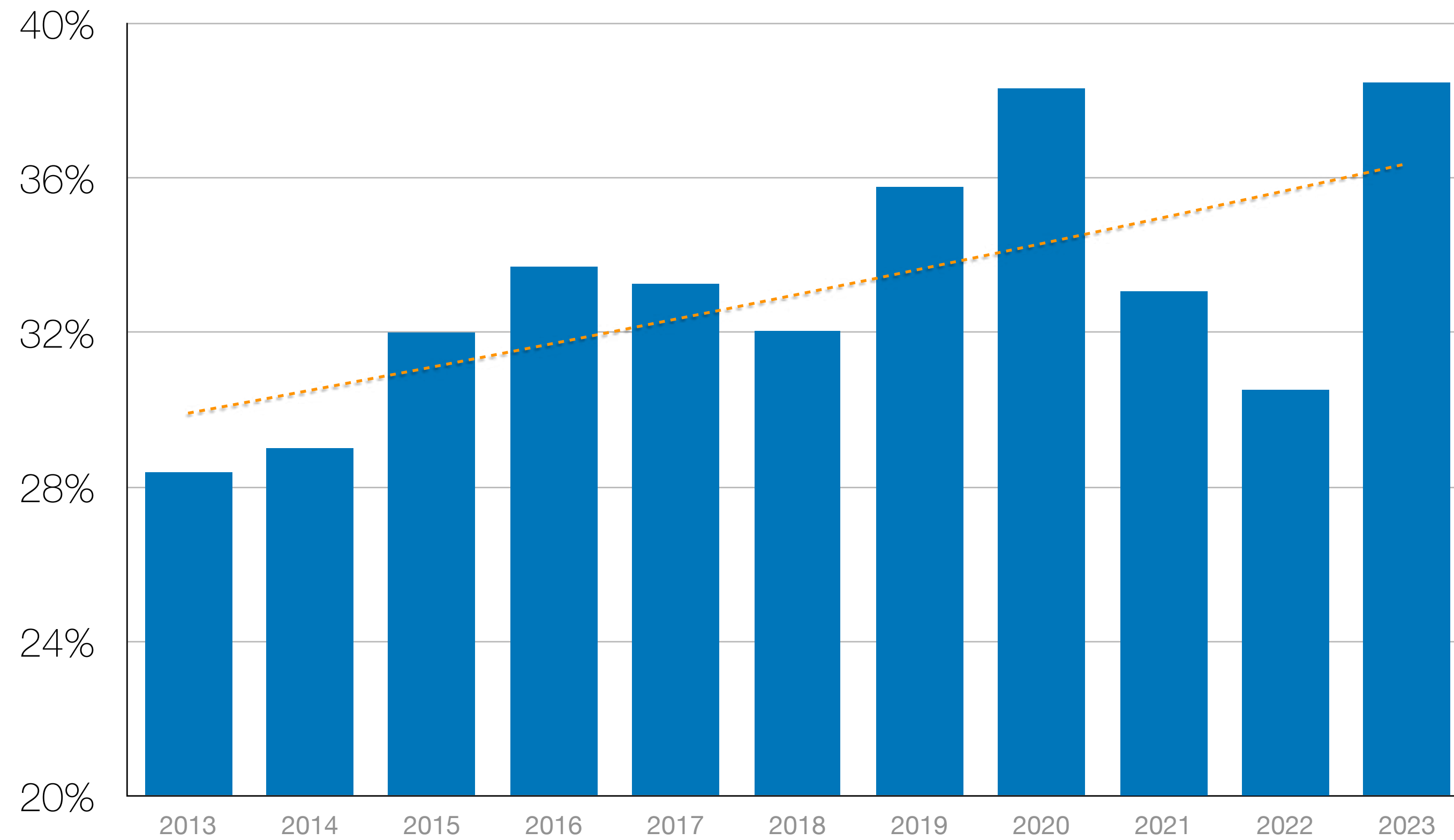
Capacity Margin Surplus Under Pressure



Capacity Margin Surplus (Shortfall) in MISO area: Arkansas, Illinois, Indiana, Iowa, Kentucky, Louisiana, Michigan, Minnesota, Mississippi, Missouri, Montana, North Dakota, South Dakota, part of Texas, Wisconsin.
Capacity Margin is used to assess the adequacy of future electricity supply and to plan demand management programs accordingly.
Data from NERC.

Profit Grows Significantly Faster than Revenues

Average EBITDA Margin of Top 30 U.S. Utilities Companies

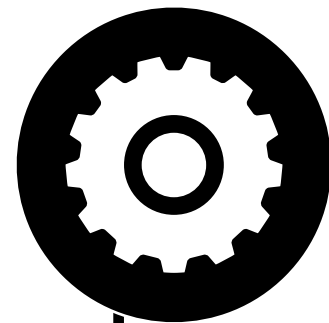


4.5%
annual growth of Revenues

↓

8.1%
annual growth of EBITDA

Exposure to Other Thriving Sectors



Industrials & Transportation

Exposure to the industrialized America

- Re-shoring and near-shoring super trends
- Overlooked sector that is steadily growing



Real Estate Investment Trusts

Exposure to property market in an efficient way

- Stable income + long term growth
- Liquid and diversified sub-sectors



Consumer Staples

Exposure to diversified, predictable earnings

- Spending culture accelerates post-crisis recovery
- Established companies offer stability while new entrants offer superior growth



Private Credit

Exposure to the U.S. thriving entrepreneurship

- 8-12% annual dividend yield
- Disintermediation of bank lending fuels growth
- \$2 trillion market size, growing 17% p.a.



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Christmas Corporation is an SEC-registered investment adviser

(SEC#: 801-107155)

Our Other Strategy

QUICK FACTS

3.52x

Investment result, after fee, since inception (January 1, 2016)

0.90

beta vs S&P 500. The portfolio is less sensitive to the market movement

104

months of actual track record and performance of the Strategy

PORTFOLIO MANAGERS

Christmas Corp

- Eduardus Christmas
- Ivan Indrapermana, CFA

ARRANGEMENTS

Annual Management Fee

Max. 2.00% charged on a daily basis

Minimum Initial Capital

Individual: \$20,000
Family Office: \$100,000
Institution: \$500,000

Custodian

Interactive Brokers (IBKR)

CONTACT

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XSIGN

August 31, 2024

CHRISTMAS SIGNATURE EQUITY STRATEGY

The Strategy aims to generate long-term capital appreciation by investing in equities across the U.S. and global stock markets. We seek companies with strong long-term growth outlook, high operating profit margin, sustainable competitive advantages through innovation and/or brand value, resistance against macroeconomic downturn, and traded at attractive valuation.

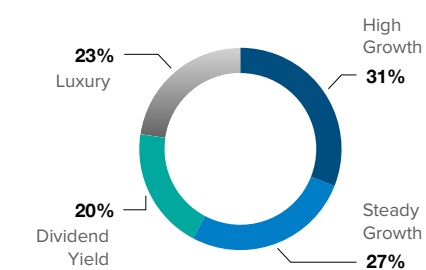
The portfolio is long-only and shall consist of 15 to 25 stocks. ETF(s) may be held in an effort to improve diversification, yield, or hedge purposes.

Client portfolio is managed using separately managed account scheme.

PERFORMANCE (NET OF FEES)

| | XSIGN | S&P 500 |
|-----------------|---------|---------|
| Since Inception | 251.76% | 223.02% |
| Annualized | 15.61% | 14.48% |
| Year to Date | 22.28% | 19.53% |
| Last 12 Months | 25.39% | 27.14% |
| Sharpe Ratio | 0.76 | 0.76 |
| Sortino Ratio | 1.14 | 1.06 |
| Beta | 0.90 | |
| Alpha | 2.29% | |
| Best Year | 51.04% | 31.49% |
| Worst Year | -29.77% | -18.11% |

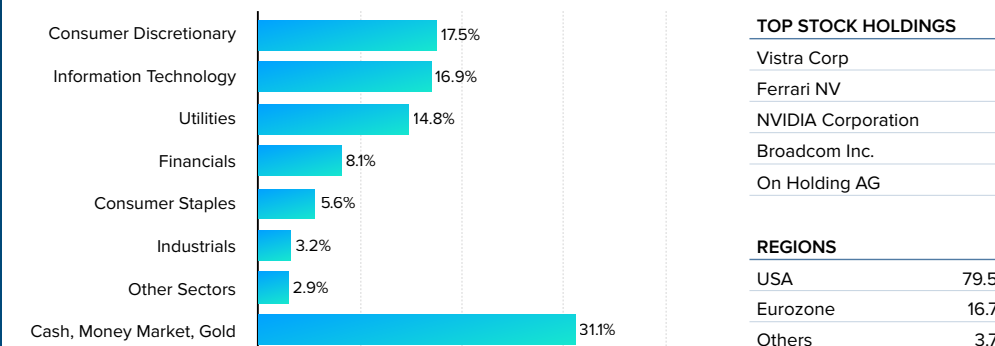
CHARACTERISTICS OF COMPANIES



GROWTH OF \$1,000 SINCE INCEPTION (JAN 1, 2016)



PORTFOLIO COMPOSITION



Visit

<https://christmascorp.com/strategies>