

CASE STUDY

ANTHROPIC

ANTHROPIC EMPLOYEE
NET WORTH / \$15 MILLION



How Much Anthropic Stock to Exercise, Sell, Donate and Keep

SIZING THE POSITION TO SUPPORT THE CLIENT'S GOALS

97%

OF NET WORTH IN ANTHROPIC

\$1.5M

PLANNED INITIAL EXERCISE

87%

MONTE CARLO PROBABILITY OF SUCCESS

THE SITUATION

An Anthropic employee held roughly 97% of their net worth in Anthropic stock, with a built-in option spread near \$15M and a sizable charitable pledge outstanding. With the IPO filed and a blackout in place, the questions were how much to exercise, when to sell, and how to time the giving.

WHAT WE DID

We built a tranching exercise plan to spread ordinary income and AMT across years instead of one large event, modeled the pledge as cash, short-term, and long-term shares, and ran a full retirement plan to size how much to take off the table.

THE OUTCOME

Monte Carlo modeling puts the probability of success near 87% under the diversified plan. Timing the pledge as long-term shares is designed to preserve the full fair-market-value deduction, so the client can keep meaningful Anthropic upside while reducing single-stock risk.



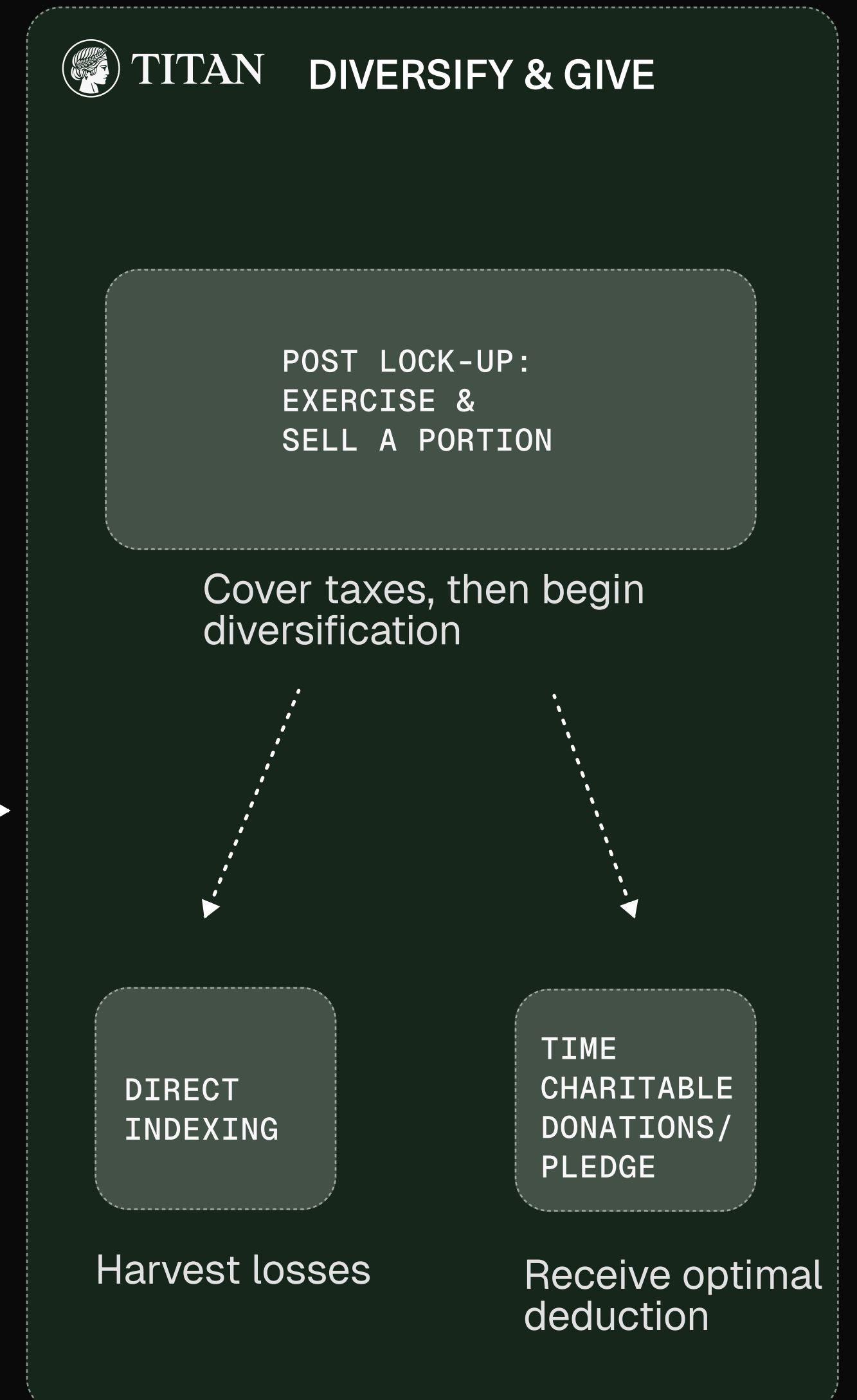
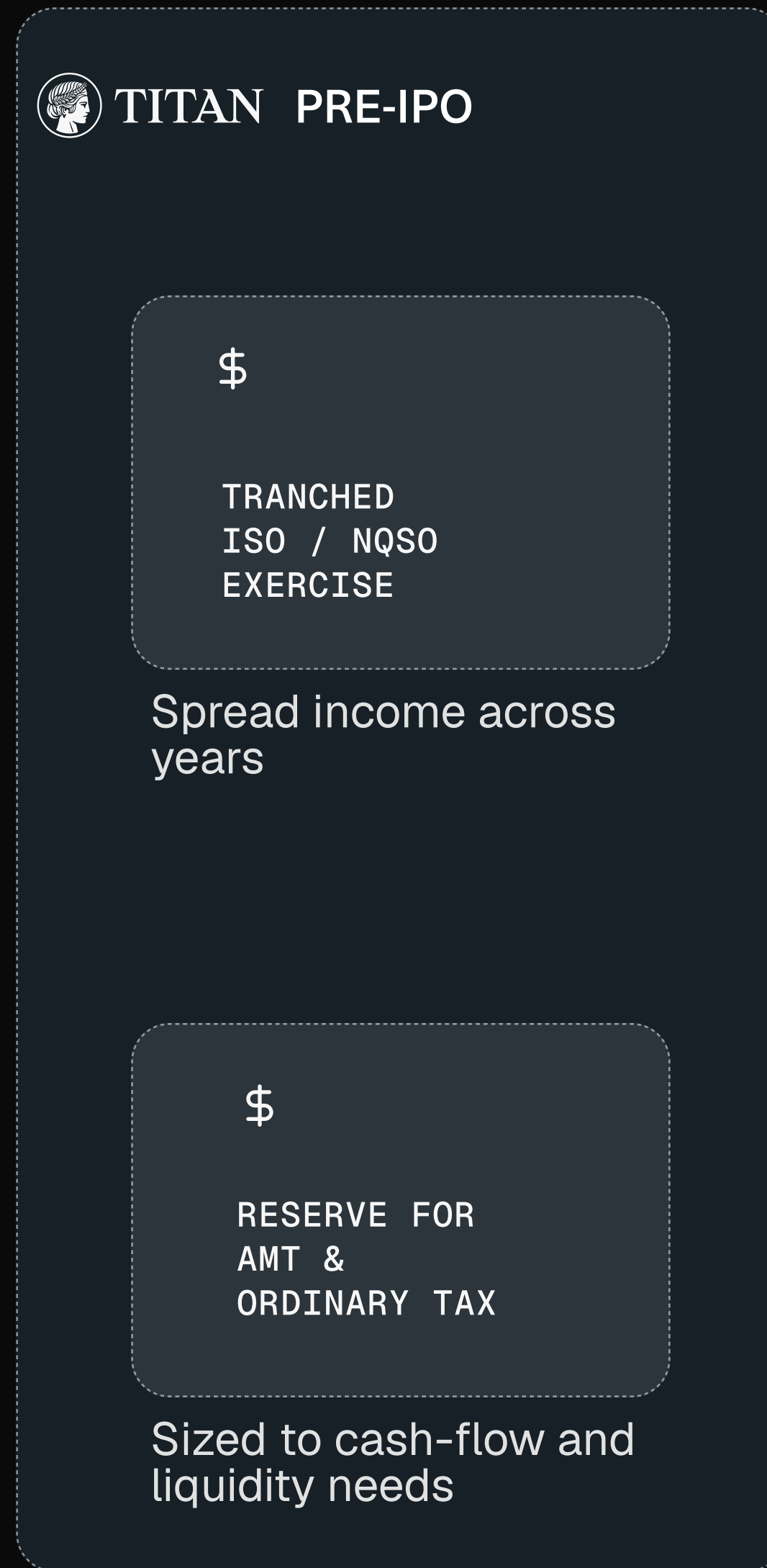
Execution Process



1x1 with our Team

AMT, ordinary income, expenses, goals, concentration

We built a full exercise, diversification, and charitable giving plan ahead of the IPO, and will refine it as share price, timing, and other circumstances may evolve.



Charitable Pledge: Donation Timing Analysis

	CASH (EXERCISE & SELL)	SHORT-TERM SHARES	LONG-TERM SHARES
DEDUCTION BASIS	Full FMV	Cost Basis	Full FMV
AGI DEDUCTION LIMIT	60%	50%	30%
GROSS PLEDGE VALUE	\$3.0M	\$3.0M	\$3.0M
1-YEAR DEDUCTION	\$3.0M	\$0.31M	\$2.25M
5-YEAR CARRYFORWARD	\$0	\$0	\$0.75M
TAX SAVED (YEAR 1)	\$1.5M	\$0.02M	\$1.13M

The trap is donating shares too early. Shares held under a year are deductible only at cost basis, which would have stranded a \$3.0M gift at roughly \$31K of deduction. Holding to long-term status first preserves the full fair market value deduction, so we timed the pledge to land after the one-year mark.



Three Scenarios, One Clear Answer

The current plan lets the client stay bullish on Anthropic and keep the potential upside, without needing it to perform perfectly to hit their goals.

<p>HOLD IN FULL - NORMAL MARKET</p> <p>Keep the entire Anthropic position, no diversification, should the Portfolio assume market-equivalent returns through retirement.</p>	<p>HOLD IN FULL - 20% DRAWDOWN</p> <p>Anthropic falls 20% after IPO, then market-equivalent returns. No diversification and no hedges in place.</p>	<p>DIVERSIFY</p> <p>Exercise in tranches, take a portion off the table after lock-up, reinvest via direct indexing, and time the pledge.</p>
<p>74%</p> <p>PROBABILITY OF SUCCESS</p>	<p>62%</p> <p>PROBABILITY OF SUCCESS</p>	<p>87%</p> <p>PROBABILITY OF SUCCESS</p>

DISCLOSURES

As of 5/31/2026, Anthropic, Inc. is a 6.40% holding in the ARK Venture Fund. Titan is not affiliated with or endorsed by Anthropic. All company names, logos, and trademarks displayed are the property of their respective owners and are used for identification purposes only.

Advisory services are provided by Titan Global Capital Management USA LLC ("Titan"), an SEC-registered investment adviser. Titan's affiliate, Titan Global Technologies LLC ("TGT"), is an SEC-registered broker-dealer. Both Titan and TGT are subsidiaries of Titan Global Capital Management, Inc. This content is for informational purposes only and is **not investment or financial advice, tax or legal advice, an offer, solicitation of an offer, or advice to buy or sell securities or other products offered by Titan, TGT, or any third party**. The mention of specific securities, asset classes, or investment strategies does not constitute a recommendation, affiliation, or endorsement.

This case study is illustrative in nature and is not a client endorsement or testimonial. It is intended to provide an example of Titan's process. Individual experiences may vary based on unique circumstances. Any figures mentioned are estimates and are subject to change. References to investment themes are based on Titan's internal research and opinion as of the date of this communication. The views, opinions, and descriptors used should not be construed as promises of quality or guarantees of performance or future results. This communication may contain forward-looking statements, which are subject to inherent risks and uncertainties that could cause actual results to differ materially. They should not be relied upon when making investment decisions. We do not undertake any obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events, or otherwise.

Tax information or guidance, when provided, is not a substitute for the advice of a qualified tax advisor, as Titan is not a tax professional. Titan does not provide legal services. Outcomes vary based on individual circumstances, and you should consult a qualified professional before taking action that could impact your situation.

Direct Indexing is a discretionary investment management service available through Titan. Direct Indexing is a long-only equity strategy subject to market risk and is not guaranteed to generate a specific outcome. This strategy is available in taxable accounts only and is not appropriate for tax-advantaged accounts. Please note that the number of individual securities held in a Direct Indexing account varies based on account size and may be significantly fewer than the full 500 constituent securities of the S&P 500® index. For more information, see [Direct Indexing Risks and Disclosures](#).

References to specific stock performances are provided for historical market context and are not indicative of future results or the performance of any Titan strategy. Any performance mentioned regarding individual securities reflects market performance for educational purposes only and is therefore shown gross of fees, where applicable. Actual performance may vary based on individual circumstances, including the specific timing of trade execution, which can impact the cost basis of any given investment. Valuation assessments in our communications are based on internal analysis and are for informational purposes only. They should not be the sole basis for investment decisions and may differ from others' views or assessments. No warranty is made regarding their accuracy or completeness.

All investments involve risk, and the past performance of a security, particular strategy, or financial product does not guarantee future results or returns. Investment growth is not guaranteed. No strategy or asset guarantees the accumulation of wealth, and any potential benefits are subject to market, tax, and individual financial risks. Certain investments are not suitable for all investors. Diversification is a portfolio allocation strategy that seeks to minimize inherent risks by holding assets that are not entirely correlated. Keep in mind that while diversification may help spread risk, it does not ensure a profit or protect against loss. There is no guarantee that any particular asset allocation or mix of funds will meet your investment objectives or provide you with a given level of income. There is always the potential of losing money when you invest in securities or other financial products. Investors should consider their investment objectives and risks carefully before investing. The price of a given security may increase or decrease based on market conditions and clients may lose money, including their original investment and principal. The information provided does not take into account the specific objectives, financial situation, or particular needs of any specific person. Investment decisions should be based on individual financial circumstances, objectives, and risk tolerance. Investments in securities are not FDIC insured. Please visit www.titan.com/legal for additional disclosures.

