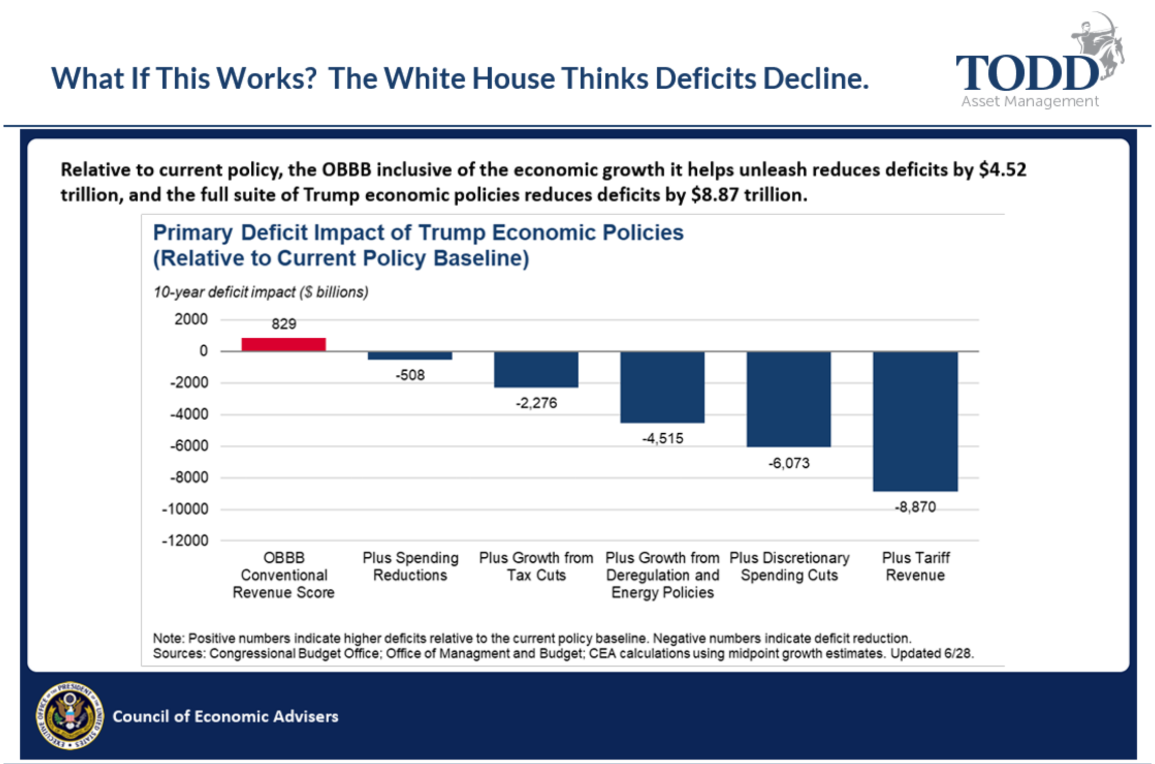
July 22, 2025
Jack White, CFA
Todd Asset Management

This Might Work!

TAM US Q2 2025 Review and Outlook Chartbook

The first half can be summed up with three phrases for three phases. Early this year, the phrase for that rally phase was "***This is gonna be so good!***" Investors anticipated tax cuts, deregulation and a new administration pursuing more aggressively pro-growth policies, and the rally lasted through the end of February. Following that, markets and the dollar weakened, and the bear phase phrase was "***This will never work.***" Investors worried about policy uncertainty ranging from our continued support for NATO (Ukraine) to contentious tariff talk, picking fights with Canada and Mexico, war in the Middle East and the budget discussions. This culminated with the "Liberation Day" selloff that ended with the S&P down over 20% from the peak on an intraday basis. Following that market bottom, we experienced one of the fastest recoveries in history as the phrase for the phase from investors became "***This might work!***" Investors see trade deals being pursued, a pro-growth tax bill, and geopolitics becoming calmer.

Tariffs are taxes and are raising funds that should pay for a significant portion of the recently passed tax bill. Some worry that this tax bill adds to the deficit (a real concern), but the administration sees it differently. The Council of Economic Advisors estimates that combining the tax bill with spending cuts, better growth, tariff revenue and other policies, should cut the deficit significantly.



Source: Council of Economic Advisors- One Big Beautiful Chartbook

The market has begun to discern between tactics and goals. **While we do not like the volatility and heavy handedness of the administration's tactics, their primary goals are unchanged**. The President wants to **spur productive growth in the US** by making it attractive to invest in manufacturing and artificial intelligence/AI infrastructure here (capital equipment, structures and R&D now have tax incentives) and less attractive to produce goods outside the US and ship them here (tariffs). They also **want our allies to shoulder more of the global defense** burden. **They also appear to want the dollar to weaken**, to make American exports more attractive. A weaker dollar also correlates to better earnings for US companies. **These are central to the new capital cycle** that we emphasize to our clients, and we believe it is a theme that will be with us for years to come.

The best performing groups in the S&P 500 during the first half were the Industrials, Communications, Financial, Utility and Technology sectors. These groups benefit from the new capital cycle we describe above. Additionally, the **Value and Growth styles provided similar returns** during the first half. Despite the AI hype, the Magnificent 7 index was only up a little over 2% through June 30 (compared to the S&P up ~6%) and has been much more volatile than the market. **We suspect that a cycle shift is underway that should favor Value and International disciplines** as western democracies all need to invest in the new capital cycle to reshore supply chains that have become too China-centric. We believe the beneficiaries of this trend include International and many value oriented industries.

The economy probably grew better in the second quarter than the first quarter import-related contraction. The job market has remained firm, and inflation remains low. Energy prices are down, and housing costs appear to be softening. We do not believe a recession is likely over the near term, but the full impact of tariffs has not been seen yet. **Given the run markets have had (+26% since 4/8) we would not be surprised if the rest of the summer saw stocks take a break to consolidate those gains**. We still have some uncertainties in tariff implementation and their impact on inflation, and more work to do in Washington that could unsettle investors.

With that said, **the S&P remains in a secular bull market**. If Washington policies can spur the growth of productive investment in the US (and other western democracies) while trimming the US deficit, that would provide more than enough of a reason for this secular bull to last for years to come. **Examine your asset allocation and determine if you are diversified enough for the environment we are entering and be sure to stay invested.**

We present the performance of our two domestic strategies below for your review. Both emphasize large capitalization and high-quality applications of our intrinsic value process. The Large Cap Intrinsic Value is a diversified application of the strategy, using risk controls and sell disciplines with a long-term holding period. The Intrinsic Value Opportunity Fund is a more concentrated, unconstrained, higher turnover adaptation of the style. **Please look on our website, www.toddasset.com, for more information and quarterly reviews for each of these strategies** or call us if you would like to discuss them in more detail. If you are interested in our international strategies, please look at the International chartbook and strategy reviews that are on the website as well.

Large Cap Intrinsic Value Annualized Returns (%)

All Periods Ending 06/30/2025

Inception Date: January 1, 1981

	QTD	YTD	1 Yr.	3 Yrs.	5 Yrs.	7 Yrs.	10 Yrs.
Large Cap Intrinsic Value *(Net)*	**8.02**	**5.31**	**11.67**	**14.75**	**15.92**	**10.78**	**10.34**
S&P 500	10.94	6.20	15.16	19.71	16.64	14.39	13.64
LCIV Net Excess Return	-2.92	-0.89	-3.49	-4.96	-0.72	-3.61	-3.30
Russell 1000 Value	3.79	6.00	13.70	12.77	13.93	9.59	9.19
LCIV Net Excess Return	4.23	-0.69	-2.03	1.98	1.99	1.19	1.15
Large Cap Intrinsic Value *(Gross)*	**8.18**	**5.62**	**12.32**	**15.43**	**16.60**	**11.43**	**11.00**
S&P 500	10.94	6.20	15.16	19.71	16.64	14.39	13.64
LCIV Gross Excess Return	-2.76	-0.58	-2.84	-4.28	-0.04	-2.96	-2.64
Russell 1000 Value	3.79	6.00	13.70	12.77	13.93	9.59	9.19
LCIV Gross Excess Return	4.39	-0.38	-1.38	2.66	2.67	1.84	1.81

Data Source: Todd Asset Management, Standard and Poor's® and Russell® Indexes. QTD and YTD returns are not annualized. Past performance does not provide any guarantee of future performance, and one should not rely on the composite as an indication of future performance. There is no guarantee that this investment strategy will work under all market conditions. Refer to the Performance Disclosure and Additional Disclosures for more information on the performance numbers and benchmark data presented. These notes are an integral part of this chart and should not be reproduced or duplicated without these notes.

Intrinsic Value Opportunity Annualized Returns (%)

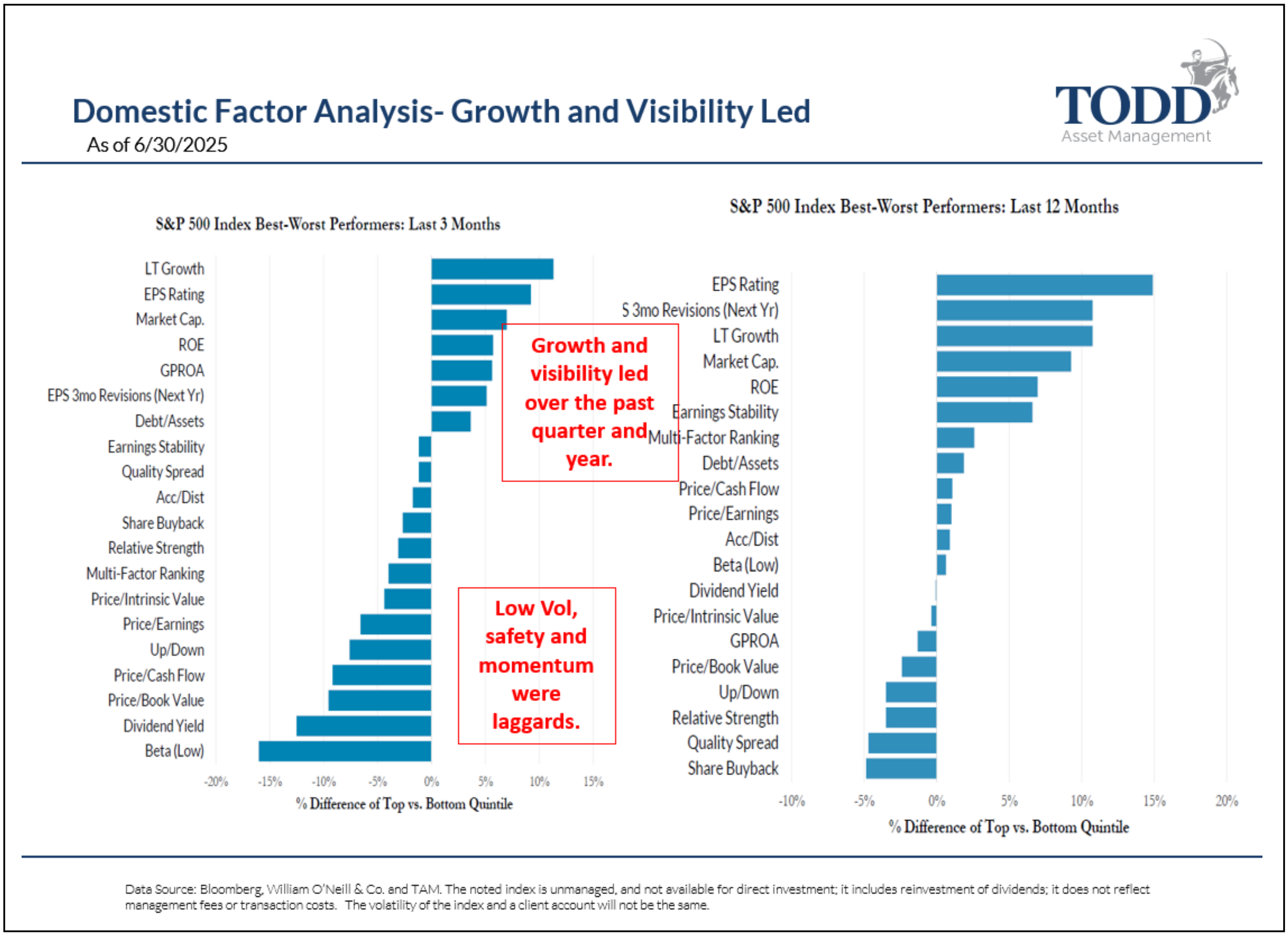
All Periods Ending 06/30/2025

Inception Date: April 1, 2006

	QTD	YTD	1 Yr.	3 Yrs.	5 Yrs.	7 Yrs.	10 Yrs.
Intrinsic Value Opportunity *(Net)*	**11.26**	**10.59**	**32.97**	**22.50**	**21.17**	**13.73**	**10.16**
S&P 500	10.94	6.20	15.16	19.71	16.64	14.39	13.64
IVO Net Excess Return	0.32	4.39	17.81	2.79	4.53	-0.66	-3.48
Russell 1000 Value	3.79	6.00	13.70	12.77	13.93	9.59	9.19
IVO Net Excess Return	7.47	4.59	19.27	9.73	7.24	4.14	0.97
Intrinsic Value Opportunity *(Gross)*	**11.48**	**11.05**	**34.06**	**23.52**	**22.18**	**14.68**	**11.09**
S&P 500	10.94	6.20	15.16	19.71	16.64	14.39	13.64
IVO Gross Excess Return	0.54	4.85	18.90	3.81	5.54	0.29	-2.55
Russell 1000 Value	3.79	6.00	13.70	12.77	13.93	9.59	9.19
IVO Gross Excess Return	7.69	5.05	20.36	10.75	8.25	5.09	1.90

Data Source: Todd Asset Management, Standard and Poor's® and Russell® Indexes. QTD and YTD returns are not annualized. Past performance does not provide any guarantee of future performance, and one should not rely on the composite as an indication of future performance. There is no guarantee that this investment strategy will work under all market conditions. Refer to the Performance Disclosure and Additional Disclosures for more information on the performance numbers and benchmark data presented. These notes are an integral part of this chart and should not be reproduced or duplicated without these notes.

Factor Analysis



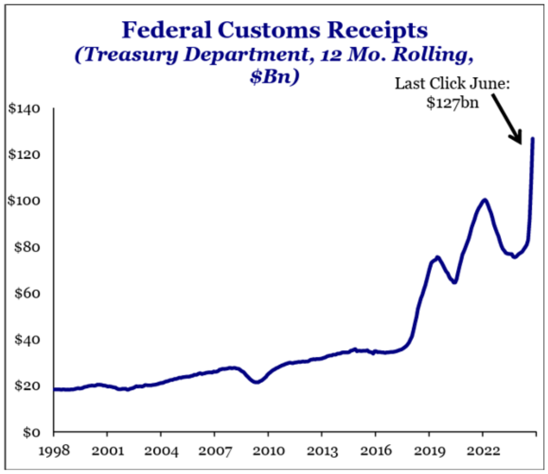
The rebound in mega cap and Technology after the President delayed tariff implementation colored much of the factor work from the last three months. These companies are growth oriented, have strong earnings histories, high return on equity, and have historically been asset light. All of these characteristics are evident in the leading factors from the last three months. Interestingly, low volatility stocks lagged, implying the growth stocks are generally higher volatility.

We anticipate a period over the rest of the year where the value disciplines should act better in comparison, especially as we see value and growth returns converging on a YTD basis. The new investments that are being announced are benefitting technology, utilities and industrial companies, so a mixture of growth and value-oriented industries. Additionally, the Banks are acting well. These should allow the value factors to act better over time.

Charts we are sharing with clients this quarter:

Tariffs are (Import Value Added) Taxes

TODD Asset Management

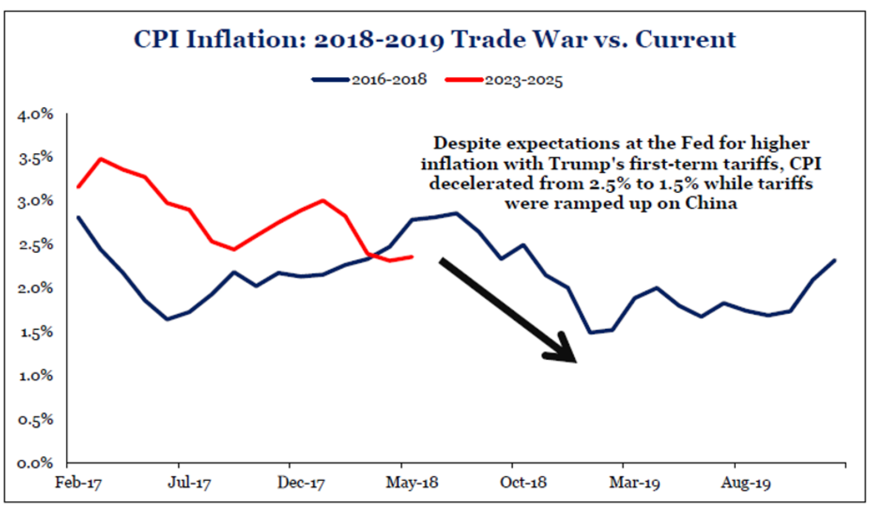


Estimates of tariff revenue are rising, now ~$250-$300 billion per year. That pays for the tax bill. That is good but let's make sure they don't cause recession.

Source: Strategas- policy outlook 7-10-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

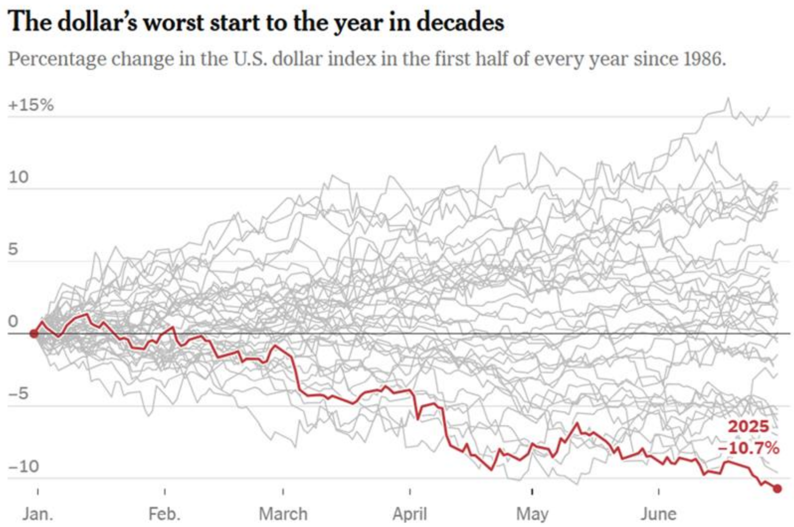
Inflation Contained- Oil and Housing Offsetting Tariffs?

TODD Asset Management



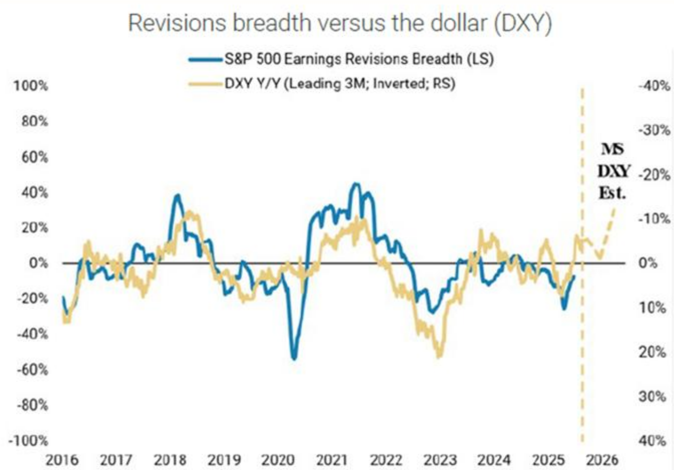
Source: Strategas Policy Chartbook 7-1-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Dollar Posts Worst First Half since 1973



Source: NY Times 7-1-25- Source- ICE Dollar Index
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Dollar Weakness Usually Helps US Earnings Outlook



The S&P generates between 30-40% of revenue from International markets. Dollar weakness should bolster those earnings and make US products more price competitive.

Source: MS- Charts that Caught my Eye 7-8-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Reshoring- Accelerating and Being Incentivized

TODD Asset Management

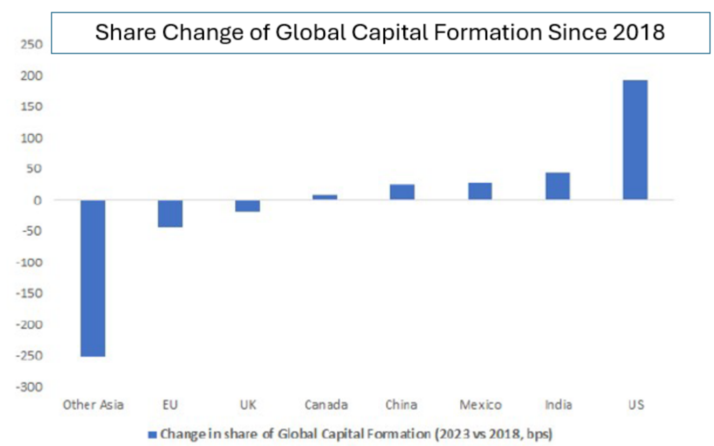
Source: Morgan Stanley Research, Dodge Data

The Tax Bill allows immediate expensing for plant, equipment and structures. The US is providing incentives to re-shore.

Source: Morgan Stanley Week in Charts 7-1-25

The US Remains the Beneficiary of Reshoring

TODD Asset Management



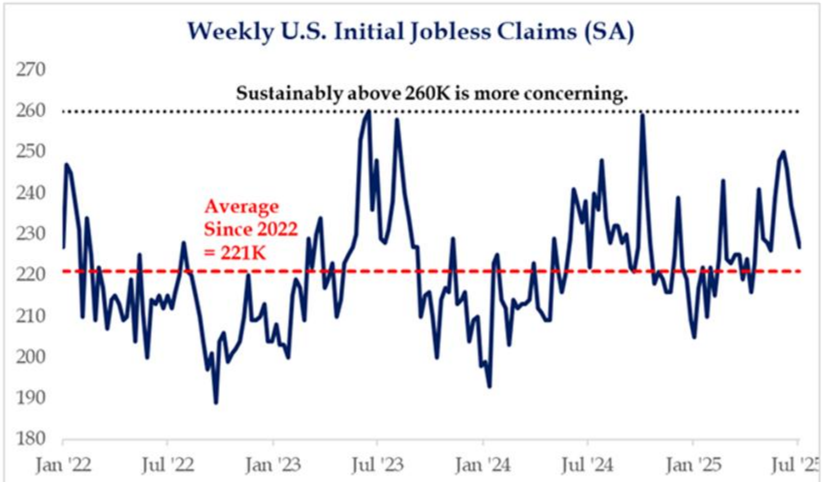
Source: Morgan Stanley Research, US Census Bureau

The US share of global capital formation (investment in physical property, plant and equipment) increased by 200 basis points since 2018. Reshoring is working.

Source: MS- Charts that Caught my Eye 7-8-25

Economy- Job Market Remains Firm

TODD
Asset Management

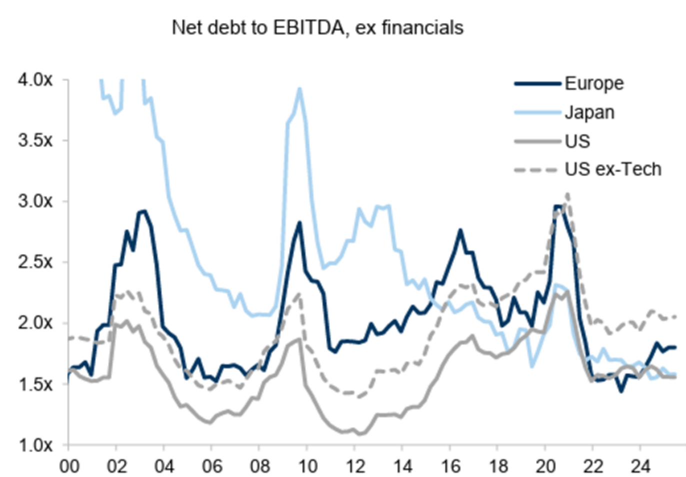


Initial Jobless Claims are near the average for the past three years. Hard data is not matching survey data that indicates softening.

Source: Strategas Market Signals 7-11-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Global Corporate Finances Strong

TODD
Asset Management

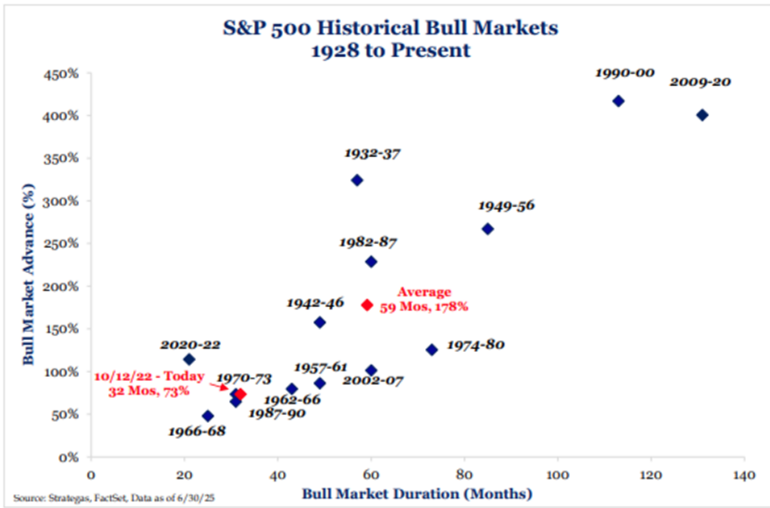


Net Debt to EBITDA is at the low end of ranges for most developed markets. Companies have financial flexibility to participate in the New Capital Cycle.

Source: Goldman Sachs – Peter Oppenheimer 7-11-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

The US Bull Market is Still Fairly Young

TODD
Asset Management



Source: Strategas - Trennert 7-8-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Markets Usually Don't Decline While Banks Rally

TODD
Asset Management

Global Banks / Financials Indexes:
Europe's Bank Index, KBW Bank Index, Canada's Fin'l Sector, Australia Fin'ls Sector, SPDR Reg. Banks, Topix Banks, FTSE Banks, Hang Seng Finl's

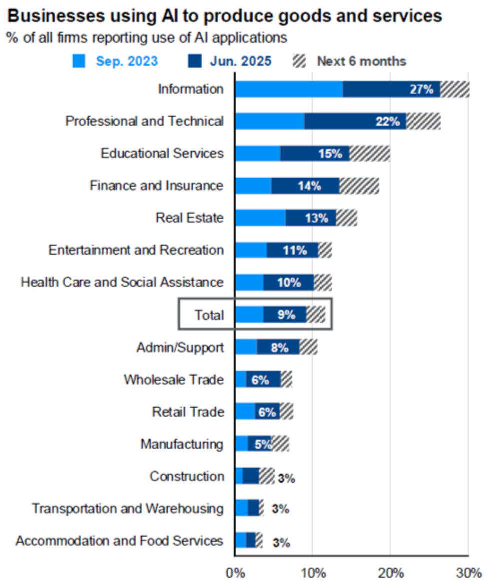
When Banks / Financials are strong, markets are generally well-insulated. 7 markets / 8 indexes are represented here and 8 of 8 indexes are up in 2025 and 4 of 8 are up at least 10%.

2025 %:
SX7E+44%
HSF +25%
FTSE Banks +21%
Aussie Fins +9%
BKX +12%
Canada Fins +9%
Topix Banks +5%
KRE +5%

jroque@22VResearch.com

Source: 22V John Roque 7/9/25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

Artificial Intelligence Adoption- Plenty of Room to Expand



- AI Adoption has centered on more service and technical industries thus far and is expanding rapidly.
- Many goods manufacturers and distribution industries are only just starting to adopt AI. We anticipate broader adoption, and a resulting productivity boost.

Source: JP Morgan Guide to Markets 6-30-25
Commentary contains subjective judgements, management opinions and assumptions subject to change without notice. Commentary is based on information as of the period covered by this material. There can be no assurance that developments will transpire as forecast. Information contained herein has been obtained from sources believed to be reliable but not guaranteed.

We appreciate your support and attention. Please visit our website at www.toddasset.com for copies of this and other reports. As always, if you need any additional information, please feel free to contact any of us.

Curt Scott, CFA
Jack White, CFA
Jack Holden CFA
Shaun Siers, CFA

07/21/25 S&P 500 – 6,305.68/Russell 1000 Value – 1,926.46

TODD ASSET MANAGEMENT LLC
LARGE CAP INTRINSIC VALUE COMPOSITE DISCLOSURE

Past performance does not provide any guarantee of future performance, and one should not rely on the Composite or any security's performance as an indication of future performance. Investment return and principal value of an investment will fluctuate so that the value of the account may be worth more or less than the original invested cost. There is no guarantee that this investment strategy will work under all market conditions.

Specific stocks discussed are included to help demonstrate the investment process or, as a review of the Composite's results; and are not intended as recommendations of said securities and carry no implications about past or future performance. All or some of the specific stocks mentioned may have been purchased or sold by accounts within the Composite during the period, or since the period, and may be purchased or sold in the future. The compilation of information contained herein reflects the views and opinions of TAM financial professionals at the time of creation which may change at any time without prior notification. There is no guarantee that any forward-looking opinions will occur.

Todd Asset Management LLC ("TAM") is a registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. The performance presented represents a Composite of tax-exempt fully discretionary intrinsic value accounts, invested primarily in large cap domestic equity securities with the objective to seek capital appreciation. This goal is pursued by investing in a diversified portfolio of equity securities that TAM believes are trading at a discount to their intrinsic value. The minimum account size for this Composite is $1 million.

Todd Asset Management LLC, formerly Todd-Veredus Asset Management LLC began operations on June 1, 1998 as Veredus Asset Management LLC (VAM). Effective May 1, 2009, VAM combined with Todd Investment Advisors, Inc. (TIA). TIA (and its predecessors) was founded in 1967 by Bosworth M. Todd. Upon the combination of VAM and TIA in 2009, Veredus Asset Management LLC changed its name to Todd-Veredus Asset Management LLC (TVAM). On February 28, 2013, after a change in ownership involving some VAM unitholders, TVAM changed its name to Todd Asset Management LLC. The firm continues to offer the same strategies managed by individuals using the process founded under TIA.

The Large Cap Intrinsic Value Composite contains fully discretionary, tax-exempt accounts that use either the S&P 500 Index or Russell 1000 Value Index as the benchmark. Prior to April 1, 2010, this Composite was known as the Relative Value Equity Composite; no changes in the strategy were made in conjunction with the name change. All fee-paying, fully discretionary portfolios under our management are included in a Composite. Accounts are eligible for inclusion in the Composite at the beginning of the first calendar quarter after the month of initial funding and upon being fully invested.

TAM claims compliance with the Global Investment Performance Standards (GIPS®). The Firm has been independently verified for the periods January 1, 2008 through December 31, 2024. VAM was verified for the period July 1, 1989 through December 31, 2007 by a previous verifier. TIA's compliance with the GIPS® standards has been verified for the period January 1, 1993 through April 30, 2009. The Large Cap intrinsic Value Composite has been examined for the periods January 1, 2011 through December 31, 2024. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. To receive additional information regarding TAM, including a GIPS Composite Report for the strategy presented, contact Monica Slyter at 1-888-544-8633, or write Todd Asset Management LLC, 101 South Fifth Street, Suite 3100, Louisville, Kentucky 40202, or mslyter@toddasset.com.

The performance information is presented on a trade date basis, both gross and net of management fees, net of transaction costs and includes the reinvestment of all income. Net of fee performance was calculated using the applicable annual management fee schedule of .60% applied monthly. Prior to September 2001, the management fee schedule applied to the Composite was .50%. Actual investment advisory fees incurred by clients may vary. The currency used to calculate and express performance is U.S. dollars. All cash reserves and equivalents have been included in the performance.

The Composite performance has been compared to the following benchmarks. The indexes are unmanaged, and not available for direct investment; they include reinvestment of dividends; they do not reflect management fees or transaction costs. The volatility of the index and a client account will not be the same.

S&P 500 Index is a widely recognized index of market activity based on the aggregate performance of a selected portfolio of publicly traded common stocks. The performance data was supplied by Standard & Poor's. It is included to indicate the effect of general market conditions.

Russell 1000 Value Index is a widely recognized index of market activity based on the aggregate performance of common stocks from the Russell 1000 Index, with lower price-to-book ratios and lower forecasted growth values. The performance data was supplied by Frank Russell Trust Company.

Risks - Investments involve varying degrees of risk, and there can be no assurance that this product is suitable or profitable for your investment portfolio. The LCIV product is designed for long-term investors, who are willing to accept short-term market price fluctuations. Stock market and business risks are general risks associated with the product. There are times the overall market may not favor value-style investing, and it is possible the intrinsic value of the underlying stocks may never be realized.

At acceptance, TAM will provide all clients with a copy of our current Form ADV, Part 2A ("Disclosure Brochure"), Form ADV Part 2Bs, which are the Brochure Supplements for each advisory person supporting a particular client, and, if an individual investor, the Form ADV Part 3 (client Relationship Summary or Form CRS). You may also obtain a copy of these disclosures on the SEC website at http://adviserinfo.sec.gov.

TODD ASSET MANAGEMENT LLC

INTRINSIC VALUE OPPORTUNITY COMPOSITE DISCLOSURE

Past performance does not provide any guarantee of future performance, and one should not rely on the Composite or any security's performance as an indication of future performance. Investment return and principal value of an investment will fluctuate so that the value of the account may be worth more or less than the original invested cost. There is no guarantee that this investment strategy will work under all market conditions.

Specific stocks discussed are included to help demonstrate the investment process or, as a review of the Composite's results; and are not intended as recommendations of said securities and carry no implications about past or future performance. All or some of the specific stocks mentioned may have been purchased or sold by accounts within the Composite during the period, or since the period, and may be purchased or sold in the future. The compilation of information contained herein reflects the views and opinions of TAM financial professionals at the time of creation which may change at any time without prior notification. There is no guarantee that any forward-looking opinions will occur.

Todd Asset Management LLC ("TAM") is a registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. The performance presented represents a Composite of fully discretionary accounts invested in equity securities within the S&P 500 Index with the objective to seek capital appreciation. This goal is pursued by investing in a portfolio of securities that are in the least expensive third of the S&P 500 Index using a rules-based process based on financial strength, profitability strength and market acceptance.

Todd Asset Management LLC, formerly Todd-Veredus Asset Management LLC began operations on June 1, 1998 as Veredus Asset Management LLC (VAM). Effective May 1, 2009, VAM combined with Todd Investment Advisors, Inc. (TIA). TIA (and its predecessors) was founded in 1967 by Bosworth M. Todd. Upon the combination of VAM and TIA in 2009, Veredus Asset Management LLC changed its name to Todd-Veredus Asset Management LLC (TVAM). On February 28, 2013, after a change in ownership involving some VAM unitholders, TVAM changed its name to Todd Asset Management LLC. The firm continues to offer the same strategies managed by individuals using the process founded under TIA.

The Intrinsic Value Opportunity Composite contains fully discretionary, taxable and tax-exempt accounts that use either the S&P 500 Index or the Russell 1000 Value Index as the benchmark. All fee-paying, fully discretionary portfolios under our management are included in a Composite. Accounts are eligible for inclusion in the Composite at the beginning of the first calendar quarter after the month of initial funding and upon being fully invested.

TAM claims compliance with the Global Investment Performance Standards (GIPS®). The Firm has been independently verified for the periods January 1, 2008 through December 31, 2024. VAM was verified for the period July 1, 1989 through December 31, 2007 by a previous verifier. TIA's compliance with the GIPS® standards has been verified for the period January 1, 1993 through April 30, 2009. The Intrinsic Value Opportunity Composite has been examined for the periods January 1, 2011 through December 31, 2024. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. To receive additional information regarding TAM, including a GIPS Composite Report for the strategy presented, contact Monica Slyter at 1-888-544-8633, or write Todd Asset Management LLC, 101 South Fifth Street, Suite 3100, Louisville, Kentucky 40202, or mslyter@toddasset.com.

The performance information is presented on a trade date basis, both gross and net of management fees, net of transactions costs, and includes the reinvestment of all income. Net of fee performance was calculated using the applicable annual management fee schedule of .80% applied monthly. From October 2009 to March 2014 the management fee schedule applied to the Composite was 0.70%. Prior to October 2009, the management fee schedule applied to the Composite was .60%. Actual investment advisory fees incurred by clients may vary. The currency used to calculate and express performance is U.S. dollars. All cash reserves and equivalents have been included in the performance.

The Composite performance has been compared to the following benchmarks. The indexes are unmanaged, and not available for direct investment; they include reinvestment of dividends; they do not reflect management fees or transaction costs. The volatility of the index and a client account will not be the same.

S&P 500 Index is a widely recognized index of market activity based on the aggregate performance of a selected portfolio of publicly traded common stocks. The performance data was supplied by Standard & Poor's. It is included to indicate the effect of general market conditions.

Russell 1000 Value Index is a widely recognized index of market activity based on the aggregate performance of common stocks from the Russell 1000 Index, with lower price-to-book ratios and lower forecasted growth values. The performance data was supplied by Frank Russell Trust Company.

Risks – Investments involve varying degrees of risk, and there can be no assurance that this product is suitable for your investment portfolio. The Opportunity product is designed for long-term investors who are willing to accept short-term price fluctuations. Stock market and business risks are general risks. This product generally holds 30 securities and is rebalanced every 3 months, thus it is more concentrated and may generate more investment turnover than other products. It is not required to be diversified by sector, and should be considered a more sector concentrated, aggressive application of the price to intrinsic value investment philosophy. There are times the overall market may not favor value-style investing, and it is possible the intrinsic value of the underlying stocks may never be realized.

At acceptance, TAM will provide all clients with a copy of our current Form ADV, Part 2A ("Disclosure Brochure"), Form ADV Part 2Bs, which are the Brochure Supplements for each advisory person supporting a particular client, and, if an individual investor, the Form ADV Part 3 (client Relationship Summary or Form CRS). You may also obtain a copy of these disclosures on the SEC website at http://adviserinfo.sec.gov.