TODD
Asset Management

July 16, 2026
Intrinsic Value Team
Todd Asset Management

# Todd 2Q 2026 International Intrinsic Value Opportunity Review

| | 2Q2026 | YTD | 1 Year | 3 Year* | 5 Year* | 7 Year* | 10 Year* |
|---|---|---|---|---|---|---|---|
| International IV Opportunity (Gross) | 1.92% | 5.15% | 23.27% | 23.11% | 12.27% | 12.18% | 10.21% |
| International IV Opportunity (Net) | 1.70% | 4.72% | 22.24% | 22.10% | 11.34% | 11.24% | 9.30 |
| MSCI ACWI ex-US (Net) | 14.49% | 13.68% | 27.66% | 18.82% | 8.79% | 10.16% | 9.93% |
| MSCI ACWI ex-US Value (Net) | 12.15% | 14.49% | 33.21% | 22.43% | 12.42% | 11.13% | 10.47% |

** Annualized Total Returns. Please refer to the attached Performance Disclosure for further information.*

## Performance Review

The IIVO strategy's absolute returns were slightly positive in the second quarter as markets rallied following initial signals that the US/Iran military conflict was unlikely to continue escalating. However, we lagged the broader index (MSCI ACWI ex-US) by a wide margin as market returns were highly concentrated by historic runs in specific factor and industry groups (e.g. High Beta, Momentum, Memory Chips). This resulted in a sizeable lag for the strategy during the quarter, putting us behind the benchmark year-to-date. As the old market adage goes, parabolic charts don't last forever and they don't correct sideways. Given that the majority of our underperformance in the past few months is the result of a handful of companies in the index that we don't own, any normalization in the Memory trade would act as a nice tailwind on our relative performance.

Markets essentially bottomed at the end of the first quarter as ceasefire arrangements and negotiations took shape. This caused a sharp recovery in the second quarter as oil prices retreated and investors' risk appetite returned. This was most obviously expressed in the Semiconductor and Memory space as the AI trade that had been more of a US story went global. Taiwan and South Korea dominated the global AI trade in the second quarter as a number of Memory and Hardware companies had share prices that went parabolic. Maybe the most incredible anecdote is Kioxia, a Japanese memory chip company and one that likely few people are familiar with. Kioxia went public roughly 18 months ago and only entered the Nikkei 225 on April 1st this year with a $75 billion market cap. At the end of the quarter Kioxia was the largest company in the Nikkei 225 with a market cap of more than $300 billion. The fate of parabolic charts is historically treacherous (though the timing is uncertain). At the time of this writing, we have seen fairly aggressive declines in most of the stocks that skewed performance last quarter (e.g. SK hynix and Samsung are down -40% and -30% respectively from recent highs). As the AI/Memory trade normalizes, our emphasis on intrinsic value, profitability, capital return, and relative strength should continue to steer the portfolio toward the areas best positioned to lead.

## 2nd Quarter Performance Review

### Sector Drivers

- **Financials**
  EU Banks, Rate Tailwinds, Policy
- **Communication Services**
  Korean & European Telecom
- **Consumer Discretionary**
  Adidas strength

### Regional Drivers

- **Europe ex-UK**
  Bank strength
- **Pacific ex-Japan**
  Techtronic strength

### Top 5 Performers

- **Taiwan Semiconductor**
  AI chip demand, sold-out capacity
- **Adidas**
  Earnings + World Cup tailwind
- **Techtronic**
  Margin expansion, brand strength
- **Banco Santander**
  NII strength, operating leverage
- **ING Groep**
  Higher NII guide, capital returns

### Sector Detractors

- **Information Technology**
  Underweight memory chip industry and AI disruption
- **Materials**
  Gold miner weakness
- **Energy**
  Oil selloff on Iran ceasefire
- **Industrials**
  Underweight

### Regional Detractors

- **Emerging Markets**
  Underweight South Korea/ Memory and Chinese Consumer
- **Japan**
  Astellas, underweight
- **Canada**
  Gold miner weakness
- **United Kingdom**
  Energy exposure, lower oil prices

### Bottom 5 Performers

- **PDD**
  Earnings miss, China competition
- **Gold Fields**
  Gold price weakness
- **BP**
  Oil selloff on Iran ceasefire
- **Kinross Gold**
  Gold price weakness
- **Astellas Pharma**
  Xtandi patent cliff

We are always available via email or phone and welcome your calls.  If you have any questions, please feel free to contact any of us for further information.

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

***Refer to Performance Disclosure on the following page for more information on the performance numbers presented.  These notes are an integral part of this letter and should not be reproduced or duplicated without these notes.***

Todd Asset Management LLC ("TAM") is a registered investment advisor headquartered in the Commonwealth of Kentucky. The firm only transacts business in states where it is properly notice filed or is excluded or exempted from registration requirements. This publication has been distributed for informational purposes only and should not be considered as investment advice or a recommendation of any particular security, strategy, or investment product.  Past performance does not provide any guarantee of future performance, and one should not rely on performance as an indication of future performance.  There is no guarantee that the investment strategy will work under all market conditions. Investments involve varying degrees of risk, and there can be no assurance that this product is suitable for everyone's investment portfolio.  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 publication.  Information contained herein has been obtained from sources believed to be reliable but not guaranteed.  No part of this publication may be reproduced in any form, or referred to in any other publication, without express written permission of TAM. © 2026.

The MSCI information may only be used for your internal use, may not be reproduced or redisseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or crediting any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com).

# TODD ASSET MANAGEMENT LLC

## INTERNATIONAL 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 primarily in large cap internationally domiciled, US traded equity securities using a rules-based process based on intrinsic value, financial strength, profitability strength, and market acceptance. The objective is to seek capital appreciation.

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 International Intrinsic Value Opportunity Composite contains fully discretionary accounts that use the MSCI ACWI ex-US 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, 2025. 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 International Intrinsic Value Opportunity Composite has been examined for the periods July 1, 2014 through December 31, 2025. 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 foreign withholding taxes, and includes the reinvestment of all income. Net of fee performance was calculated using the applicable annual management fee schedule of 0.80% applied monthly. 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 benchmark. The index is unmanaged, and not available for direct investment; it includes reinvestment of dividends; it does not reflect management fees or transaction costs. The volatility of the index and a client account will not be the same

**MSCI ACWI ex-U.S. (net)** Index is a float-adjusted market capitalization index that is designed to measure the combined equity market performance of developed and emerging market countries excluding the United States. The ACWI ex-U.S. includes both developed and emerging markets. For investors who benchmark their U.S. and international stocks separately, this index provides a way to monitor international exposure apart from U.S. investments. The net index considers the impact of tax withholdings on dividend income.

**MSCI ACWI Value (net) Index** is a float-adjusted index of securities exhibiting overall value style characteristics across both developed and emerging markets. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield.

**Risks -** Investments involve varying degrees of risk, and there can be no assurance that this product is suitable for your investment portfolio. The International Opportunity product is designed for long-term investors who are willing to accept short-term price fluctuations. 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 general and market risks involved in this product, along with the risks of ownership in a foreign security (ADR, or similar securities) including political instability, confiscation of property, reduced legal protection, market liquidity, and adverse changes in currency exchange rates. Investing in emerging market securities can magnify these risks due to their smaller economies. 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.