

Todd 2Q 2026 International Intrinsic Value Review

	2Q2026	YTD	1 Year	3 Year*	5 Year*	7 Year*	10 Year*
International Intrinsic Value (Gross)	6.09%	9.81%	23.65%	19.34%	10.48%	12.06%	11.01%
International Intrinsic Value (Net)	5.87%	9.36%	22.65%	18.36%	9.56%	11.13%	10.08%
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 IIV strategy's absolute returns were solid 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 fairly 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). We also continue to see the current geopolitical backdrop as further reinforcing the capital spending cycle we've noted in prior quarters. As the AI/Memory trade normalizes, the broader exposure in the portfolio toward Financials and Industrials is well positioned to reassert itself.

2nd Quarter Performance Review

● Sector Drivers

- **Financials**
EU Banks, Japan and Canada
- **Utilities**
Underweight vs. benchmark
- **Communication Services**
Underweight and China Gaming
- **Materials**
Underweight, Infrastructure

● Regional Drivers

- **Canada**
Higher rates and mkts. => benefit Insurance/Wealth Managers.
- **Pacific ex-Japan**
Infrastructure and Banks

● Top 5 Performers

- **Lenovo**
Robust AI/server demand
- **Tokyo Electron**
Advanced chip-tool spending
- **Taiwan Semiconductor**
AI chip manufacturing boom
- **Prysmian**
Datacenter/power generation
- **NXP Semiconductor**
Manufacturing recovery

● Sector Detractors

- **Information Technology**
Underweight memory chip industry and AI disruption
- **Industrials**
Supply chain players
- **Consumer Discretionary**
Chinese Consumer
- **Energy**
Overweight

● Regional Detractors

- **Emerging Markets**
Underweight South Korea/ Memory and Chinese Consumer
- **Europe ex- UK**
Energy and Defensive names
- **Japan**
Cost pressure

● Bottom 5 Performers

- **Marubeni**
Soft metals price outlook
- **Shionogi**
Spending on new drug approval
- **Deutsche Telekom**
Competition, T-Mobile reorg.
- **Petrobras**
Iran deal, lower oil prices
- **Alibaba**
AI capex, e-commerce discounts

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.

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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.

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TODD ASSET MANAGEMENT LLC

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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 may reflect 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, with the objective to seek capital appreciation. This goal is pursued by investing in a diversified portfolio of these equities which 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 International Intrinsic Value Composite contains fully discretionary, taxable, and tax-exempt accounts that use either the MSCI ACWI ex-US or the MSCI EAFE Index as the benchmark. Prior to April 1, 2010, this Composite was known as the International 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, 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 Composite has been examined for the periods January 1, 2011 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@toddasasset.com.

The performance information is presented on a trade date basis, gross and net of management fees, and 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 .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 ex-US Value (net) Index captures large and mid-cap securities exhibiting overall value style characteristics across developed and emerging markets countries. 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. The net index takes into account the impact of tax withholdings on dividend income.

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 IIV product is designed for long-term investors, who are willing to accept short-term market price fluctuations. 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>