TODD
Asset Management

July 16, 2026
Intrinsic Value Team
Todd Asset Management

Todd 2Q 2026 Intrinsic Value Opportunity Review

	2Q2026	YTD	1 Year	3 Year*	5 Year*	7 Year*	10 Year*
Intrinsic Value Opportunity (Gross)	22.99%	19.89%	30.27%	26.78%	18.95%	18.92%	15.67%
Intrinsic Value Opportunity (Net)	22.75%	19.41%	29.20%	25.73%	17.97%	17.94%	14.71
S&P 500	15.20%	10.20%	22.32%	20.61%	13.41%	16.08%	15.51%
Russell 1000 Value	13.87%	16.26%	27.12%	17.79%	11.17%	12.10%	11.52%

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

Performance Review

Although Value underperformed Growth in the second quarter, the IV Opportunity strategy still posted very strong returns, outperforming both the S&P 500 and the Russell 1000 Value. Several groups turned in historic results, particularly Memory chip and AI infrastructure names, which surged. Secondarily, elevated gasoline prices lifted US and Canadian-centric Energy Refiners, while within Financials, Capital Markets and Asset Management adjacent names benefited. Soft discretionary spending and cost inflation within specific names were slight offsets to overall 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 remained front and center in investors' minds. The IV Opportunity was able to benefit from the strong performance in Tech Hardware companies that are acting as the "picks-and-shovels" in the continued AI infrastructure buildout (e.g. Servers, PCs, Networking, Semiconductors, Testing equipment, etc.), which have taken the leadership baton from the hyperscalers in recent months. Interest rates and the new Fed Chair (Kevin Warsh) were another important dynamic in the quarter as the path of rates continued to move higher. The benign CPI print released this week provided some relief on rate hike expectations, though the 2-year Treasury yield and future inflation readings are important signals for policy rates in the second half. It is worth noting that the more front-loaded nature of this year's fiscal stimulus is expected to fade, geopolitical risks have re-emerged as US/Iran negotiations have faltered, and some frothy pockets of the market likely need to normalize. Ultimately the underlying economy remains in very good shape. Ramping capital spending, a strong labor market, record household net worth and relatively easy credit conditions are all supporting growth. Combined with the historical tendency for midterm elections to bring elevated volatility, we are mindful that the second half of the year sets up differently than the first, though we remain constructive on the underlying economy and the portfolio's positioning heading into it.

Performance Review

Drivers vs. R1000V

- **Information Technology**
  Chips and AI Infrastructure
- **Energy**
  Higher Oil Prices
- **Financials**
  Overweight/Stock Selection

Drivers vs. S&P 500

- **Information Technology**
  Chips and AI Infrastructure
- **Communication Services**
  Underweight/Stock Selection
- **Financials**
  Overweight/Stock Selection

Top 5 Performers

- **Micron Technology**
  Chip Demand/Strong Pricing
- **Dell Technologies**
  AI Server Demand
- **Davita Inc.**
  Treatment Demand Rising
- **State Street Corp.**
  Record Fee Rev/NII Beat
- **Alphabet Inc.**
  Robust Cloud Growth

Detractors vs. R1000V

- **Consumer Discretionary**
  Overweight/Lower Cons. Spending
- **Consumer Staples**
  Overweight/Cost Inflation
- **Materials**
  Overweight/Lower Gold Price

Detractors vs. S&P 500

- **Consumer Discretionary**
  Overweight/Lower Cons. Spending
- **Consumer Staples**
  Overweight/Cost Inflation
- **Materials**
  Overweight/Lower Gold Price

Bottom 5 Performers

- **Fair Isaac Corp.**
  Weak Mortgage Volume
- **Tractor Supply Co.**
  Lower Discretionary Spending
- **Qualcomm Inc.**
  Soft Guide/Handset Headwinds
- **Kroger Co.**
  Input Cost Pressure
- **HCA Healthcare**
  Weak Vol./Reimbursement

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 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, 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 Intrinsic Value Opportunity 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@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%. 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.