Todd Q3 2025 International Intrinsic Value Opportunity Review

	3Q 2025	YTD	1 Year	3 Year*	5 Year*	7 Year*	10 Year*
International IV Opportunity (Gross)	12.60%	44.10%	35.79%	28.94%	16.32%	10.76%	9.54%
International IV Opportunity (Net)	12.37%	43.24%	34.69%	27.89%	15.36%	9.84%	8.63%
MSCI ACWI ex-US (Net)	6.89%	26.02%	16.45%	20.67%	10.26%	7.49%	8.23%
MSCI ACWI ex-US Value (Net)	8.13%	29.64%	20.17%	23.11%	14.41%	7.59%	8.10%

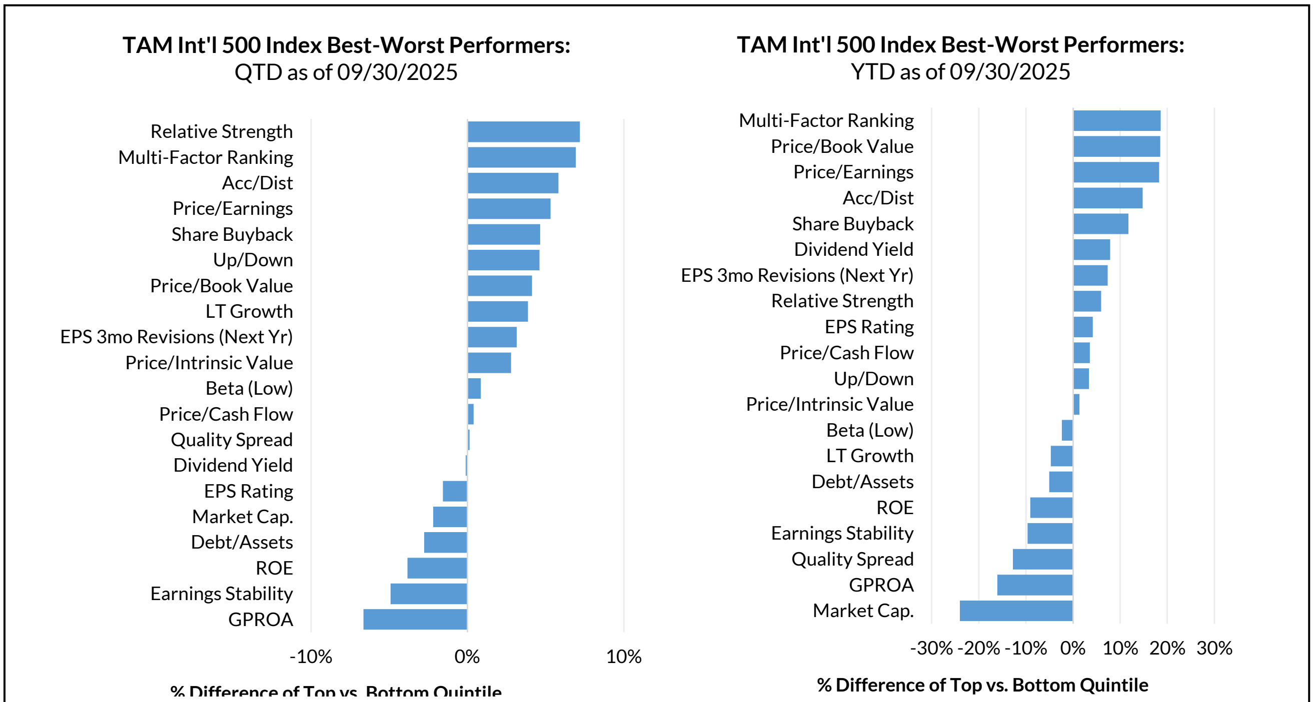
* *Annualized Total Returns. Please refer to the attached Performance Disclosure for further information.*

Performance Review

International markets have continued to post impressive returns this year, outpacing the US through September by more than +10%. Our International Intrinsic Value Opportunity strategy posted another strong quarter and is up more than +40% year-to-date. There has been no shortage of political/geopolitical events over the past few months, however the disruptions that many feared would prevail as a result of various policy actions have simply not come to bear. As a result, international markets have broken out to new all-time highs for the first time in more than 15 years. This signals to us that investors are starting to recognize that something has changed in the international story and giving more credence to reform efforts across the globe.

Last quarter we wrote about the messaging from the market and that despite seemingly rising tensions on a number of fronts, global equity markets continued to march to new all time highs which suggested that international markets had entered into a new secular bull market. That message continued to ring loud and clear in the third quarter, both at the index level as we continued to trace out new highs and below the surface as leadership has a more cyclical flavor to it. The common narrative as we exited the first half seemed to center around worries that trade friction and tariffs would pressure either inflation (higher) or corporate margins (lower) and that the Fed would continue to sit on their hands. So why have these concerns not materialized? Recession odds in the US remained elevated until tax legislation (OBBB) was passed in July. According to our favorite policy strategist, Dan Clifton at Strategas, the stimulative impact from this piece of legislation essentially neutralized the negative impulse from tariffs which allowed economic forecasts and the broader market to decouple from trade policy. Effective tariff rates (the actual tariff revenue collected as a percent of imports) have also been well below the sticker-shocking stated rates coming out of the Trump administration. While this could mean that the full effect has yet to be felt (there is probably some truth to this), this is more likely being driven by loopholes and exemptions that have been built into trade agreements. This isn't to say that all risk has been taken off the table as trade policy, particularly with China, will likely remain in flux and the US labor market numbers set to get released over the next month or so are probably going to be soft. Political turmoil is also alive and well with the US government shutdown, Prime Minister turnover and a stalled budget in France and new leadership in Japan. However, to again echo back to last quarter, the market seems to have moved past the headwinds that arose in 2025 and is focusing more on the tailwinds that should materialize in 2026.

<u>Factor Performance[1]</u>



Source: Bloomberg, William O'Neill + Co. and Todd Asset Management

Value continued to be rewarded in the international space this quarter and is outperforming Growth (e.g. ACWI ex-US Value vs. Growth) for a 5th straight year. This most recent quarter, several Technical measures ranked among the top factors (Relative Strength, Accumulation/Distribution and Up/Down). Momentum has worked well this year given that international markets have been in a nice uptrend, breaking out to new highs. In terms of what hasn't worked, Quality and Market Cap have been the worst performing factors. Markets have had a risk-on flavor to them since the sharp selloff in early April, which largely explains why these have lagged.

<u>Performance Attribution</u>

The strategy's performance during the 3rd quarter was driven mostly by stock selection within the Materials and Financials sectors, along with positive contribution from our overweight and stock selection in the Consumer Discretionary sector. Stock selection within Communication Services and Health Care and underweights in Information Technology and Industrials detracted from performance. Regionally, our overweight in Europe ex UK and stock selection within Canada (predominantly from our gold exposure) contributed positively to performance, while our low Emerging Market exposure was a drag on performance.

Our top five contributors to performance this quarter were IAMGOLD Corp, Kinross Gold Corp, Vipshop, Repsol, and PDD Holdings. IAMGOLD and Kinross shares surged during the quarter amid a broader gold price rally that saw the metal climb over 15% in the third quarter, fueled by expectations of U.S. rate cuts, a weakening dollar, global central bank demand and heightened geopolitical tensions boosting safe-haven demand. Vipshop and PDD shares rallied on signs of stabilization in China's economy and broader emerging markets, with China PMI's ticking back up near 50 in September and incremental stimulus measures coming through. Vipshop capitalized on resilient back-to-school demand and efficient inventory turnover, delivering Q3 revenue guidance of 0-5% growth. PDD Holdings surged post its August Q2 earnings beat, propelled by Temu's accelerated international user acquisition and domestic logistics optimizations that lifted adjusted EBITDA margins to >25%. Repsol advanced as stable Brent crude prices in a narrow trading range, bolstered by OPEC+ supply discipline offsetting global demand softness, combined with significant improvement in the company's refining margins (~$8.5/bl now vs <$5 yr ago), which more than offset a slight production shortfall.

Our five worst contributors to performance this quarter were Novo Nordisk, Chugai Pharmaceutical, SK Telecom, KT Corp, and Heidelberg Materials. Novo Nordisk underperformed amid intensifying competition from Eli Lilly's weight-loss drugs and compounded Semaglutide alternatives, coupled with a July cut to 2025 sales and profit guidance due to slower U.S. uptake, eroding investor confidence despite resilient GLP-1 demand. Chugai Pharmaceutical lagged as U.S. drug price-cut proposals in May triggered a sharp sell-off in Japanese pharma stocks, amplified by broader trade tensions weighing on sector sentiment and export-exposed firms. SK Telecom declined following a major April cyberattack that leaked customer data, leading to subscriber losses, suspended sign-ups, and a downward revision to 2025 revenue guidance, overshadowing AI business gains. KT Corp slipped on a revenue drop in Q2 from weak media and content segments, including falling page views and ad income, alongside broader telecom pressures from rising handset sales costs and stagnant subscriber growth in a saturated Korean market. Heidelberg Materials retreated after a strong Q2 rally, hit by profit-taking and renewed European construction volatility, with softening demand in key regions offsetting earlier growth in the Africa region.

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

10/17/2025
MSCI ACWI ex-US (Net) – 392.26
MSCI ACWI ex-US Value (Net) – 408.82

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.

1. TAM Int'l 500 Index is a list of the 500 largest US listed international companies by market cap. This list is used for factor analysis where the index is ranked/sorted by a certain factor then divided into quintiles. Returns are then calculated on a monthly basis for each quintile.

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, 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 International Intrinsic Value Opportunity Composite has been examined for the periods July 1, 2014 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 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.