October 21, 2025
Intrinsic Value Team
Todd Asset Management

Todd Q3 2025 International Intrinsic Value Review

	3Q2025	YTD	1 Year	3 Year*	5 Year*	7 Year*	10 Year*
International Intrinsic Value (Gross)	7.64%	32.63%	22.35%	23.71%	14.10%	9.58%	9.17%
International Intrinsic Value (Net)	7.42%	31.82%	21.34%	22.68%	13.15%	8.66%	8.26%
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.*

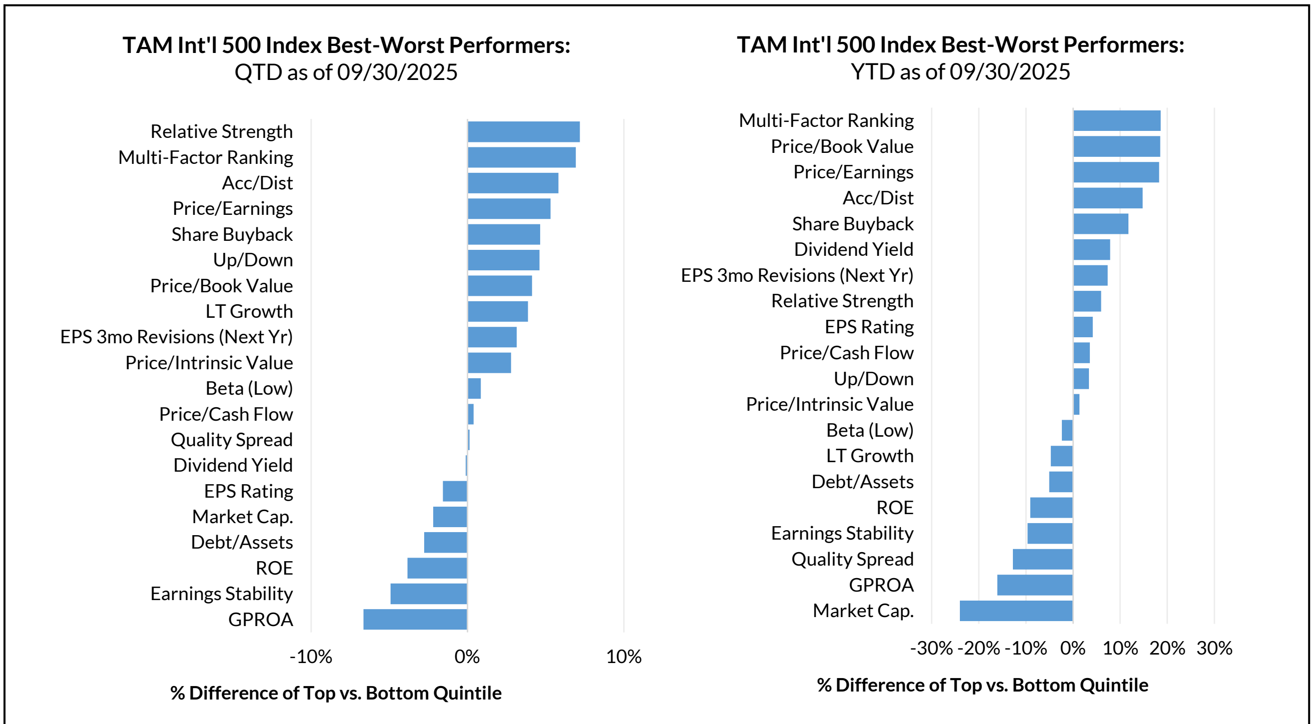
Performance Review

International markets have continued to post impressive returns this year, outpacing the US through September by more than +10%. Our International IV strategy remains nicely ahead of the ACWI ex-US as the broad themes most prevalent in the portfolio that are centered around policy normalization, capital spending and consumption are all being well received in the marketplace. 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.

Factor Performance[1]



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. Our Multi-Factor Ranking has been one of the top performing factors for the most recent quarter and year-to-date, which has obviously been beneficial to our strategy's performance this 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.

Performance Attribution

For the quarter, stock selection drove all of our modest outperformance and was fairly broad based in nature. Consumer Discretionary, Industrials, and Financials were our top performing areas driven by a resurgence in several Chinese eCommerce companies, infrastructure beneficiaries and continued strength in European banks and Asian Financials. This is mostly a continuation of what we saw in the first half as these are the same groups that have driven the strategy's outperformance year-to-date. Technology, Communication Services and Materials were our worst performing sectors with trade policy and AI capex creating headwinds to some of our IT Service, Telecommunication and Raw Materials holdings.

Regionally, stock selection again was responsible for all of our outperformance, more than offsetting drags from our overweight in Europe and underweight position in Emerging Markets. Despite these allocation headwinds in the quarter, Europe and Emerging Markets were still our strongest performing areas due to stock selection in these regions. Specifically, as mentioned previously, Euro Area banks and infrastructure beneficiaries as well as Chinese consumer companies drove returns in these regions. Pacific ex-Japan was another strong performer for the strategy while Canada, the UK and Japan were our worst performing regions.

Our top five performers this quarter were a diverse group of names with no common theme. They consist of: Alibaba, Banco Santander, Prysmian, CRH and Marubeni. Shares of Alibaba inflected higher in September as growth in AI-related product revenue continued to show triple-digit growth and management announced a dramatic increase in AI-related capital spending plans. European banks have been an area of leadership this year and Banco Santander has been one of the top performers within the group with shares up over +100% through the first three quarters this year. Earnings growth has accelerated and disciplined cost initiatives have helped excess capital accrue, boosting shareholder returns. Prysmian, a global leading high-voltage cable manufacturer, continues to benefit from rapid demand from integrated power projects and datacenter buildouts. The company also has a fairly large presence in the US, which has enabled it to effectively navigate trade/tariff policy. CRH capped off a strong quarter with an Investor Day presentation that highlighted its impressive execution track records, delivering 11 straight years of margin expansion. The company continues to benefit from a ramp in infrastructure spending in the US and Europe, which is driving profit estimates higher. Rounding out the top five performers is Marubeni, who has seen strength since laying out their longer-term guidance earlier this year which calls for ramping investing into strategic businesses (like agriculture, auto lending, electric power, etc.) and lifting profitability over the next 5 years.

Our bottom five performers were Saint-Gobain, Amdocs, Capgemini, Sun Life and Deutsche Telekom. Two of our bottom five performers were French holdings that saw some selling pressure as parliament was thrown into chaos after a stalled budget caused leadership challenges that saw several Prime Ministers resign. And we thought our politicians were dysfunctional! Saint-Gobain, a French building materials company, issued cautious guidance at their earnings release in late July that is being driven by continued softness in the new construction market (particularly in North America). Our next two names, Amdocs and Capgemini, have both seen pressure this year due to a challenging IT spending environment as AI investment has crowded out spending in other areas. Macro and geopolitical uncertainty has also led to a slowdown in customer decision making which continues to weigh on estimates for revenue growth for these companies. Sun Life Financial has seen some disappointing results in Asset Management where fee income has been below expectations and worse mortality has weighed on the US business. Finally, shares of Deutsche Telekom have been hampered by increased competitive pressure in their US business (T-Mobile) which have outweighed more resilient results in the German market.

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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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 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 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, 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 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, 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