TODD
Asset Management

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Intrinsic Value Team
Todd Asset Management

Todd Q4 2025 International Intrinsic Value Review

	4Q2025	YTD	3 Year*	5 Year*	7 Year*	10 Year*
International Intrinsic Value (Gross)	4.61%	38.75%	18.81%	10.88%	13.13%	9.15%
International Intrinsic Value (Net)	4.40%	37.61%	17.83%	9.96%	12.19%	8.24%
MSCI ACWI ex-US (Net)	5.05%	32.39%	17.33%	7.91%	10.15%	8.41%
MSCI ACWI ex-US Value (Net)	7.61%	39.50%	20.17%	11.87%	10.50%	8.74%

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

Performance Review

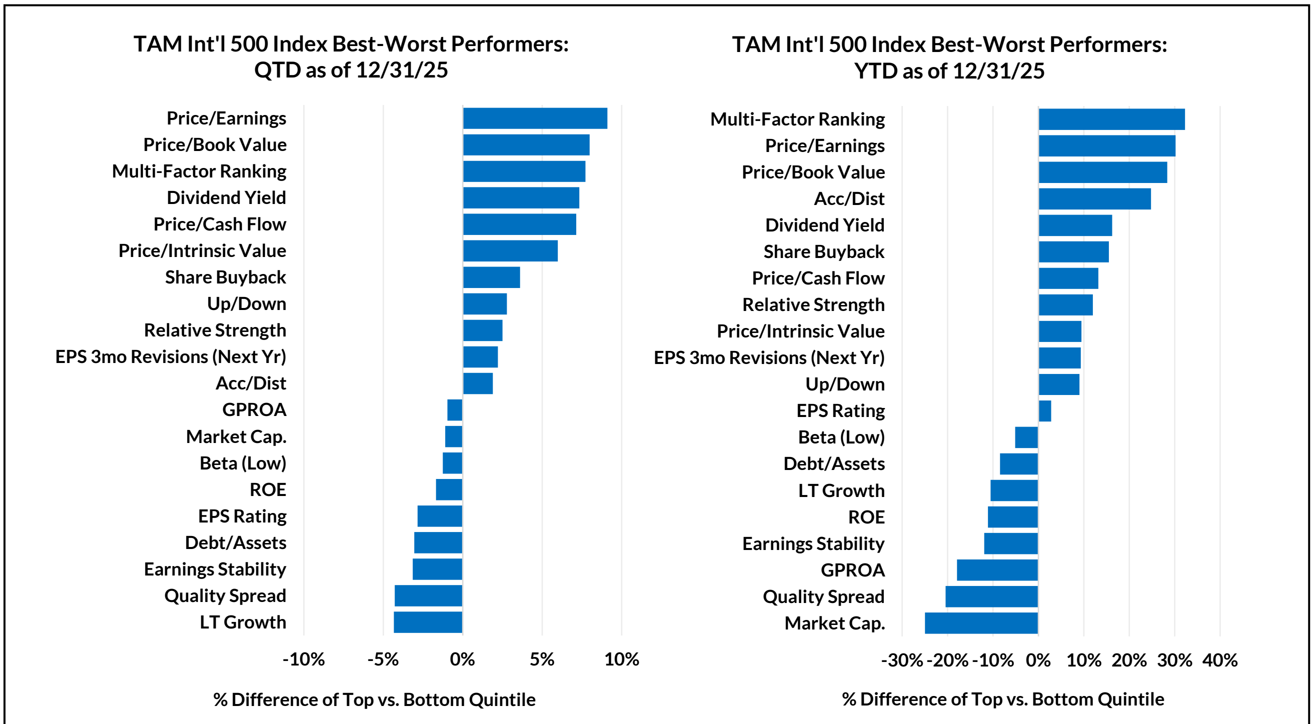
International markets finished the year at all-time highs, a pivotal development we highlighted in our last quarterly commentary. Our International IV strategy capped off a fantastic year, returning +37.6% (net) in absolute terms and outperforming our core benchmark (the ACWI ex-US) by more than +500 basis points. What makes this result so striking is the backdrop: a year defined by geopolitical friction, the shock of universal tariffs, and an astronomical, all-out AI arms race. In an environment where every dollar of corporate capex seemed destined for a US data center, the steep outperformance of international markets served as a humbling reminder of the market's primary function: to move in whichever direction makes the maximum number of people look foolish.

Our standard breakdown of performance by sector, region and factor will follow over the next few pages. As we will discuss, last year's drivers were remarkably broad-based with few detractors. This breadth suggests that thematic, style, and macroeconomic forces played a decisive role in distinguishing "winners" from "losers." Thematically, the strategy's core trends performed well. We've highlighted them quite a bit in the past, but Europe and Japan have both benefitted from policy shifts that have seen interest rates normalize higher and fiscal spending initiatives ramp to support economic growth. Higher interest rates have created a more favorable environment for Banks and Insurance companies. Fiscal stimulus and broader efforts to upgrade infrastructure, retool defense capabilities, modernize power generation, reinvest in domestic manufacturing and secure energy assets have also brightened the outlook for numerous Industrial, Materials and Energy companies.

Technological disruptions and digitization efforts have also been a recurring theme for a number of years. While the US has dominated the first wave of Artificial Intelligence, many companies in Technology, Industrials and Consumer Discretionary are capturing the buildout of AI infrastructure and ramping semiconductor chip capacity. More broadly, the implementation of digitization efforts should have longer lasting impacts on corporate profitability.

Finally, macroeconomic tailwinds—including a weaker U.S. dollar and a reacceleration in manufacturing—support more cyclically oriented positioning. Shifting U.S. policy has prompted other sovereigns (both ally and adversary alike) to diversify away from the greenback, while the pandemic-era volatility in supply chains and inventories has largely reset. With global equity markets and bond yields reaching new highs, we believe the strategy is well-positioned from both a cyclical and secular perspective as we enter 2026.

Factor Performance[1]



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

Value factors once again led the way in the most recent quarter and full year. For the full calendar year 2025, the MSCI ACWI ex-US Value outperformed the Growth index by nearly +15% (+40.7% vs. +26.1%, respectively). This is now the 5th consecutive year with Value outperforming Growth internationally, taking the cumulative spread since the style leadership changed in late 2020 to more than +80%. Our Multi-Factor Ranking model is the other standout this past year (top performer) and certainly reflective in the solid year of performance the strategy had in 2025. Shareholder returns (both Dividends and Share Buybacks) along with several Technical metrics were also generally additive in the quarter and year. Factors that have been out of favor include Growth, Quality and Larger Cap companies.

Performance Attribution

For the full year, stock selection was responsible for nearly all of the outperformance both regionally and when broken down by sector. Financials, Consumer Staples and Consumer Discretionary were the strongest performing sectors while Technology was the main laggard. Regionally, Europe, Japan and the UK drove most of the returns in the strategy while Canada was the lone detractor. Banks in general, Europe specifically, have continued to carry the leadership baton through the fourth quarter. This and other more pro-cyclical groups are indicative of rebounding economic activity globally as we enter 2026.

For the quarter, stock selection drove all of the modest underperformance against the benchmark as our sector positioning was neutral. Technology and Consumer Discretionary were our biggest detractors, particularly in the month of October. As mentioned in previous commentary, AI capital spending is so enormous that it's causing a number of disruptions to other parts of the technology space. This has had the effect of either shifting IT spending priorities away from some of our IT Service companies or inflating the price of component chips that some of our IT Hardware companies use. Headwinds in Discretionary largely centered around Chinese eCommerce names that saw competitive pressure weigh on profits. Our largest positive drivers for the quarter were Financials, Communication Services and Materials. Banks in general, Europe specifically, have continued to carry the leadership baton through the fourth quarter. This is a very pro-cyclical group (like Materials) and is indicative of rebounding activity globally as we enter 2026.

Regionally, stock selection within Emerging Markets was essentially the sole headwind for performance as selection in every other area was additive. As we alluded to earlier, this was most prevalent among our Chinese holdings which all saw some pressure over the past few months. Europe, Japan and the UK were our best performing regions. Drivers within these areas were pretty diverse and more reflective of the broader breakout internationally.

Our top five performers for the quarter were Teva Pharmaceutical, Barclays, Natwest, Standard Bank and AerCap. Shares of Teva Pharmaceutical rose sharply in November after providing clarity on government pricing negotiations related to Austedo (which treats involuntary movements related to some diseases). While this had been a major headwind for shares earlier in the year, the price concession ultimately came in line with expectations and allowed management to reiterate their sales targets for the drug. UK bank stocks capped off a very strong 2025 with 4th quarter returns above 20%. Following a very well received investor day earlier this year, Barclays continued to execute on newly stated revenue and return targets. The Bank of England also issued a favorable review of UK bank's capital in December that will lower the regulatory requirement and unlock tens of billions of pounds of capital across the banking system. Natwest was arguably the biggest beneficiary of the easing capital requirements as their stated targets were quite a bit higher than the new benchmark level. This implies the bank will have a larger amount of excess capital relative to peers that it can deploy in the form of share buybacks or dividends. South African banks experienced a relief rally in the quarter after a global Financial oversight entity (Financial Action Task Force) reclassified and eased restrictions on the country's banking system. Standard Bank, the largest bank in South Africa, benefitted from this as well and continues to operate at very attractive profitability levels. Rounding out our top five performers is AerCap, who is benefitting from record high lease rates on aircraft. This helped to drive a sizable earnings beat in the most recent quarter along with record profits from asset sales. As a result, earnings estimates have moved higher and the management team has continued to announce new share buyback authorizations.

Our bottom five performers were Alibaba, BAE Systems, Lenovo, JD.com and Vipshop. Shares of Alibaba, who was our top performer in the third quarter, corrected in the last few months of the year. Shares were due to take a breather after sharply rising for most of the year. The company did report a decline in profitability in late November due to both a ramp in spending to subsidize their food delivery business as well as ramping capital spending on AI and cloud infrastructure. BAE Systems is another name that had an impressive run through the end of September, then corrected in the fourth quarter. Defense names in general, and BAE Systems specifically, saw pressure as the prospects for a ceasefire in the Russia/Ukraine War started to get priced in. Ceasefire talks look to have soured rather quickly and shares have subsequently recovered in recent weeks, but are likely to remain sensitive to developments in Eastern Europe. Lenovo sold off in mid-November after flagging risks to their product margins as a result of the historically high (and rising) cost of memory chips. JD.com was pressured for many of the same reasons as Alibaba, mentioned above, as price wars in various retail spaces caused earnings and earnings expectations to decline. The company's entrance into food delivery and other competitive measures have proven to be quite costly and investors seem to have stepped to the side as this plays out. Finally, Vipshop consolidated in the fourth quarter after posting strong returns through September. Trade-down purchases have helped Vipshop as the Chinese consumer has been pressured, however many of the intensified competitive actions from other eCommerce peers started to have an impact on expectations that the company may need to increase spending as well. This could either weigh on future profits or reduce the amount of capital they're able to return to shareholders.

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

01/20/26
MSCI ACWI ex-US (Net) – 420.88
MSCI ACWI ex-US Value (Net) – 450.74

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