

CS McKee Micro Cap Value

Performance

As of June 30, 2026

Calendar Year Returns

	QTD	YTD	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Micro Cap Value (Gross)	25.39	34.25	17.56	13.45	8.56	-13.81	42.42	-3.98	14.91	-12.12	6.68	36.62	-4.20
Micro Cap Value (Net)	25.11	33.64	16.46	12.37	7.53	-14.62	41.02	-4.87	13.82	-12.96	5.68	35.34	-5.06
Russell Microcap Value Index	23.20	30.30	23.84	9.16	8.87	-16.69	34.84	6.33	21.29	-11.96	11.08	30.60	-6.46

Annualized Trailing Returns

	3 Years	5 Years	10 Years
Micro Cap Value (Gross)	24.68	12.59	12.54
Micro Cap Value (Net)	23.51	11.53	11.47
Russell Microcap Value Index	24.59	9.69	13.35

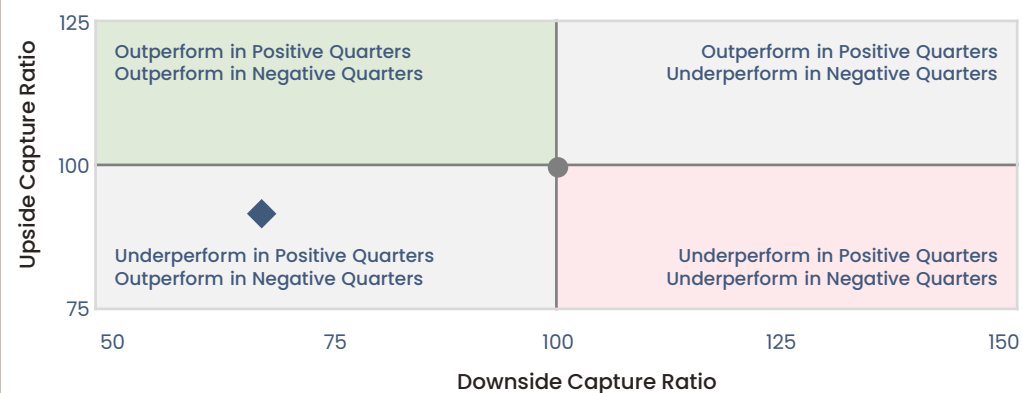
Annualized Sharpe Ratios**

	3 Years	5 Years	10 Years
Micro Cap Value (Gross)	1.17	0.53	0.43
Russell Microcap Value Index	0.98	0.31	0.43
Risk-Adjusted Value	0.19	0.21	0.00

*Period: Trailing 5yr

** Using Quarterly Returns, Risk-Free Rate: Citigroup 3-month T-Bill

Upside/Downside Market Capture Ratio*



	Up Cap Return	Up Cap Ratio	Down Cap Return	Down Cap Ratio
◆ CS McKee (Gross)	37.04	91.85	-16.16	66.77
● Benchmark	40.33	100.00	-24.20	100.00

The above information is shown as supplemental information and complements the composite disclosure presentation. Please see the important disclosure information at the end of this presentation.

CS McKee Micro Cap Value Characteristics

As of June 30, 2026

Characteristics Summary

	Micro Cap Value*	Russell Microcap Value Index
Number of Holdings	91	960
Weighted Average Mkt Capitalization (\$Mil)	1,204	742
Dividend Yield (%)	1.86	1.68
LT Debt/Capital (%)	28.10	25.38
Price/Book	1.42	1.22
Price/Sales	1.05	0.79
Price/Cash Flow	9.06	6.64
P/E Ratio (FY1 Est)	14.19	14.49
P/E Ratio (FY2 Est)	11.30	12.19
EPS Growth – Next 3–5 Years (% Est)	11.01	7.30
Predicted Beta	0.74	1.00
Active Share (%)	88.14	
Turnover (TTM %)	51.27	

Top 10 Holdings

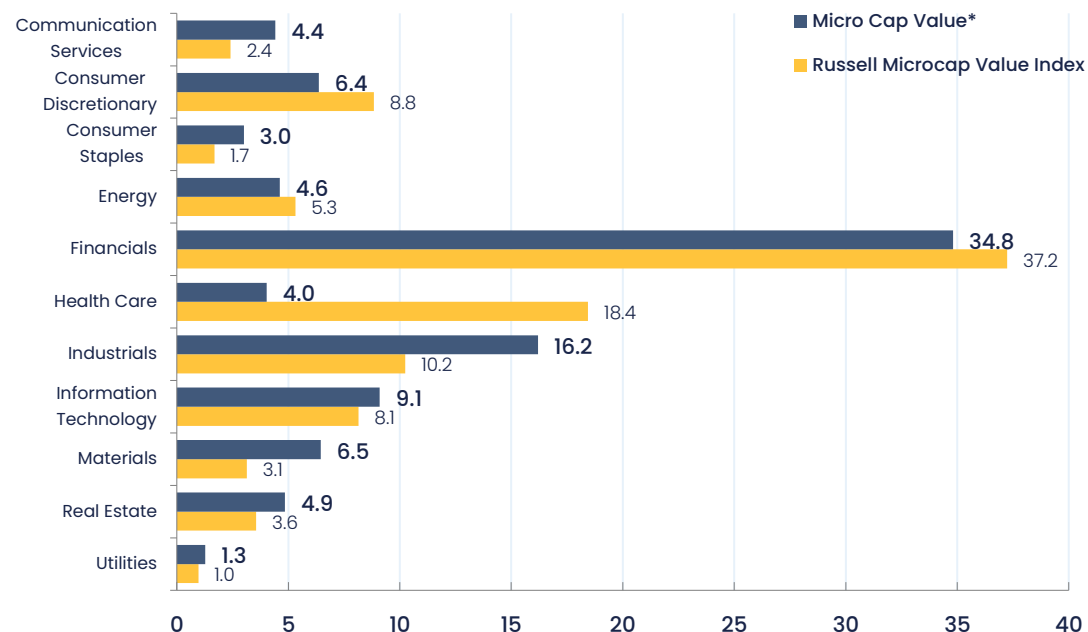
Company	Micro Cap Value*	Russell Microcap Value Index
OceanFirst Financial Corp.	2.35	0.00
Covenant Logistics Group, Inc. Class A	2.14	0.04
NWPX Infrastructure Inc.	2.10	0.08
Postal Realty Trust, Inc. Class A	1.96	0.26
Ducommun Incorporated	1.78	0.00
Myers Industries, Inc.	1.73	0.45
Abacus Global Management, Inc. Class A	1.61	0.03
Healthcare Services Group, Inc.	1.58	0.00
Mitek Systems, Inc.	1.55	0.02
Northeast Bank	1.55	0.14

Best & Worst Contributors to Performance[†]

Contributors	Rel Effect (%)	Weight (%)	Detractors	Rel Effect (%)	Weight (%)
Bandwidth Inc. Class A	2.16	1.44	Talos Energy, Inc.	-0.66	1.33
Penguin Solutions, Inc.	1.71	1.39	VAALCO Energy, Inc.	-0.55	1.22
Cohu, Inc.	1.25	1.57	Amplify Energy Corp.	-0.52	0.71
NWPX Infrastructure Inc.	0.92	1.91	Build-A-Bear Workshop, Inc.	-0.44	0.91
Covenant Logistics Group, Inc.	0.58	1.84	CRA International, Inc.	-0.43	1.15

[†] Best & Worst contributors are calculated using an attribution methodology, based upon the relative weights of securities versus the benchmark index, including securities not held within the portfolio. Weight shown represents average portfolio weight during the quarter.

Sector Allocation (GICS)



“In terms of stock selection, the largest contributions came from Financials, Materials, and Communication Services.”

How did the portfolio perform?

The CS McKee Micro Cap Value model returned 25.4% on a total return basis during the second quarter of 2025, ahead of the Russell Microcap Value index return of 23.2% by 219 basis points.

What factors had the greatest impact on the portfolio?

The outperformance in the second quarter was driven largely by stock selection and industry exposures. The largest contribution to relative results came from stock selection. In terms of stock selection, the largest contributions came from Financials, Materials, and Communication Services. Industry exposures added value, most notably within Communication Services, Industrials, Health Care and Energy. Style factors provided a significant negative drag on relative performance (-741 bp) due to underexposure to Volatility, Momentum, Beta, and Liquidity.

What sectors provided the greatest contribution to portfolio return?

The strongest performing sectors from an attribution perspective in the first quarter were Communication Services, Financials, and Health Care. They added 206, 169, and 67 basis points, respectively, to relative performance.

Were there any sectors that hindered the portfolio's performance?

The most significant headwinds came from Technology, Consumer Discretionary, and Energy, which detracted 110, 93, and 23 basis points, respectively. Non-earners drove the 66% return for Technology companies in the benchmark. The overweights to Materials and Staples detracted from relative performance.

What were among the strongest performing securities in the portfolio?

One of the best performing stocks, both in terms of attribution and absolute return, was Bandwidth. The stock rose 255% in the second quarter and contributed 216 basis points to relative performance. Bandwidth is a cloud communications company that runs their own Voice over IP network with an AI voice enabled software platform, which has given them a competitive advantage as large language models are integrating voice agents into applications and call centers.

Penguin Solutions rocketed 332%, adding 171 basis points to relative performance, as the stock was rewarded for its AI related memory chips and services.

Cohu Inc. rose 141%, adding 125 basis points to relative performance, as AI and data centers boosted semiconductor capital equipment demand and as investors chased those stocks.

What were the weakest performing securities in the portfolio?

The three weakest stocks were all in Energy. Oil prices declined from their April highs as a peace deal between Iran and the US developed. Amplify Energy returned -36%, detracting 52 basis points from relative performance. VAALCO Energy returned -20%, detracting 55 basis points from relative performance. Talos Energy returned -18%, detracting 66 basis points from relative performance. None of the three had a company specific issue that drove the downside.

“We look for the market to continue broadening as profit momentum is continuing in smaller cap stocks, which still have attractive valuations.”

Outlook

Markets broadened during the second quarter as strong corporate profits enabled investors to reallocate money from the concentrated magnificent seven stocks into small caps and semiconductors. AI investment flowed into physical infrastructure outside of technology – power, cooling, data center construction, utilities, and industrials. Growth stocks outperformed Value and small caps rallied harder than large caps.

We look for the market to continue broadening as profit momentum is continuing in smaller cap stocks, which still have attractive valuations. Disinflation will likely trend as energy prices continue to trend down to sideways as oil flows through the Strait of Hormuz begin to normalize. A resumption of combat in the Persian Gulf remains a potential risk. Our base case remains moderate economic growth.

The Micro Cap Value portfolio remains focused on finding attractive opportunities among individual stocks with a focus on financial strength to reduce downside risk. Forty-nine percent of the active risk in the portfolio is attributable to stock specific risk, with the remainder split between style factor risk and industry risk. Style risk is primarily derived from underexposure to Volatility and Beta and overexposure to Profitability and Earnings Yield. The portfolio is overweight to Industrials, Materials, Communication Services, Staples, Real Estate, and Technology, and underweight to Health Care, Financials, Consumer Discretionary, and Energy.

SECTOR POSITIONS

INDUSTRIALS
Overweight

Many opportunities in this diverse sector as companies benefit from infrastructure investment, data center construction, reshoring, and other cyclical factors.

MATERIALS
Overweight

Overweight driven by diverse set of attractive, individual stocks.

COMMUNICATION SERVICES
Overweight

No overall sector view; overweight driven by diverse set of attractive, individual stocks.

HEALTH CARE
Underweight

Most of the sector is Biotechnology and Pharmaceuticals (13% of total benchmark), which are all speculative growth, non-earners, which we do not consider Value stocks and will not own in a Value portfolio. Outside of Biotech/Pharma, we are modestly underweight the rest of the sector.

FINANCIALS
Underweight

The Russell Rebalance on June 26th took the weight of Financials from 26.5% to 37.7%. Prior the rebalance, we had been overweight the sector.

Consumer Discretionary
Underweight

The Russell Rebalance on June 26th took our small overweight to an underweight.



CS McKee

Micro Cap Value Disclosure

Disclosure

CS McKee is an independent registered investment adviser specializing in institutional and retail investment management. Registration does not imply a certain level of skill or training. On April 25, 2025, CS McKee acquired the assets of Foundry Partners LLC. Historical Foundry performance has been retained for all Foundry strategies that were adopted by CS McKee. A list of composite descriptions and broad distribution pooled funds are available upon request.

Effective with the acquisition of Foundry Partners LLC, CS McKee created the CS McKee Micro Cap Value Composite, which includes the prior performance history of Foundry's Micro Cap Value strategy and CS McKee's performance from the acquisition date forward. The legacy Foundry composites continue to be managed in a similar manner by the same portfolio managers, with no accounts excluded from the composites shown. Accordingly, the performance presented includes historical/predecessor performance.

The securities or positions shown or discussed do not represent a complete listing of portfolio holdings. Actual holdings will vary based on account size, client-imposed restrictions, cash flows, and other factors. There is no assurance that any securities discussed remain in the portfolio or that securities sold have not been repurchased. It should not be assumed that past decisions were or will be profitable. A complete list of holdings is available upon request.

Performance is presented in U.S. dollars and reflects total returns. "Gross" returns are shown before deduction of investment management fees, while "Net" returns reflect the deduction of actual investment management fees charged to client accounts included in the composite, which may vary. For illustrative purposes only, a \$100 million account paying a 0.50% annual management fee and earning a 10% gross return compounded over 10 years would result in an approximate 9.5% net return. This example is hypothetical and not representative of actual client performance or fee arrangements. Fees are detailed in Part 2A of CS McKee's Form ADV. Past performance does not guarantee future results. Investing involves risk, including the potential loss of principal.

Information shown is as of the date indicated. All data, including top holdings and characteristics, is subject to change without notice. Holdings shown are for illustrative purposes only and are not a recommendation to buy or sell any security. Holdings and characteristics may differ between client accounts managed under the same strategy. CS McKee does not guarantee the accuracy of third-party data.

Benchmark returns are shown for comparison and reflect reinvested dividends. Benchmarks are unmanaged, not investable, and do not incur fees or expenses. Strategy differences—such as risk, holdings, or asset mix—may materially affect results. Benchmark data is from sources believed reliable, but accuracy is not guaranteed.

CS McKee claims compliance with the Global Investment Performance Standards (GIPS®). Composite characteristics, including the number of accounts, assets under management, and dispersion measures, are provided in the GIPS® Composite Report. Please refer to the report for additional important information or to view a list of composite descriptions by visiting: www.csmckee.com/gips