

CS McKee Small Cap Value Performance

As of June 30, 2026

Calendar Year Returns

	QTD	YTD	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Small Cap Value (Gross)	15.46	23.57	9.94	5.09	17.84	-2.69	32.70	-1.23	24.15	-15.96	8.90	31.11	-3.57
Small Cap Value (Net)	15.29	23.19	9.20	4.28	16.88	-3.54	31.90	-1.89	23.42	-16.48	8.22	30.07	-4.53
Russell 2000 Value Index	17.19	22.99	12.59	8.05	14.65	-14.48	28.27	4.63	22.39	-12.86	7.84	31.74	-7.47

Annualized Trailing Returns

	3 Years	5 Years	10 Years
Small Cap Value (Gross)	17.04	11.70	11.49
Small Cap Value (Net)	16.18	10.86	10.72
Russell 2000 Value Index	18.73	8.24	10.89

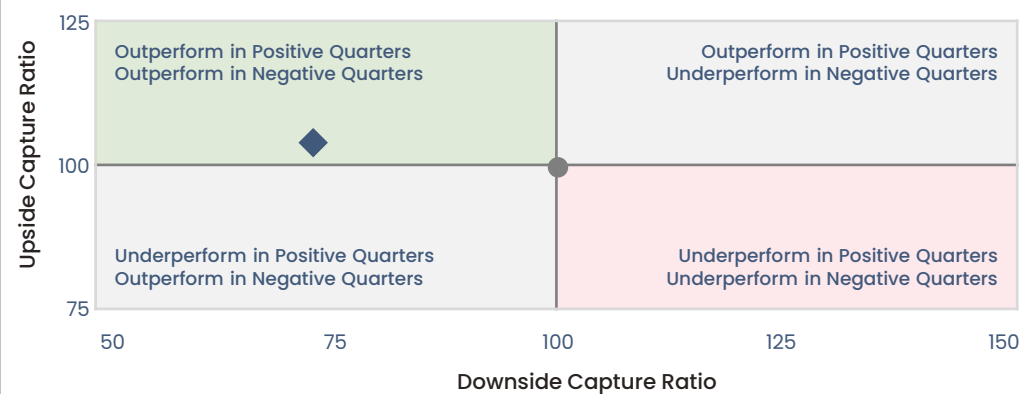
Annualized Sharpe Ratios**

	3 Years	5 Years	10 Years
Small Cap Value (Gross)	1.00	0.56	0.42
Russell 2000 Value Index	0.90	0.30	0.38
Risk-Adjusted Value	0.10	0.27	0.05

*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)	36.64	104.26	-12.69	72.55
● Benchmark	35.14	100.00	-17.49	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 Small Cap Value Characteristics

As of June 30, 2026

Characteristics Summary

	Small Cap Value*	Russell 2000 Value Index
Number of Holdings	80	1,406
Weighted Average Mkt Capitalization (\$Mil)	4,673	3,499
Dividend Yield (%)	1.81	1.94
LT Debt/Capital (%)	32.34	31.98
Price/Book	1.57	1.38
Price/Sales	0.76	0.98
Price/Cash Flow	6.25	7.32
P/E Ratio (FY1 Est)	13.16	14.88
P/E Ratio (FY2 Est)	11.50	12.57
EPS Growth – Next 3–5 Years (% Est)	9.10	13.93
Predicted Beta	0.92	1.00
Active Share (%)	90.90	
Turnover (TTM %)	66.63	

Top 10 Holdings

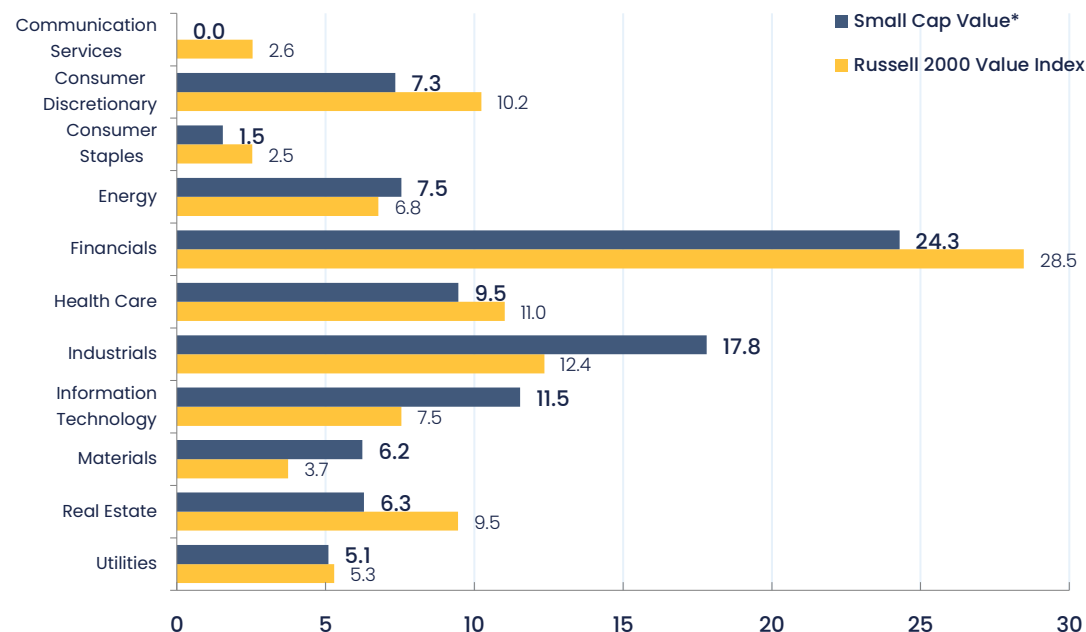
Company	Small Cap Value*	Russell 2000 Value Index
Hancock Whitney Corporation	3.39	0.40
Cathay General Bancorp	3.09	0.26
OFG Bancorp	3.02	0.14
Ameris Bancorp	2.67	0.38
Enova International Inc	2.56	0.00
International Bancshares Corporation	2.54	0.24
Pelagos Insurance Capital Limited	2.50	0.03
NetScout Systems, Inc.	2.49	0.20
Apple Hospitality REIT Inc	2.43	0.24
Pediatrix Medical Group, Inc.	2.22	0.14

Best & Worst Contributors to Performance[†]

Contributors	Rel Effect (%)	Weight (%)	Detractors	Rel Effect (%)	Weight (%)
Penguin Solutions, Inc.	1.68	1.19	Century Aluminum Company	-0.70	1.75
Enova International Inc	0.85	1.57	AdaptHealth Corp.	-0.65	2.02
Knowles Corp.	0.62	1.80	Murphy Oil Corporation	-0.65	1.82
StoneX Group Inc.	0.60	1.85	Gulfport Energy Corp	-0.54	1.15
Avnet, Inc.	0.55	2.12	Whitecap Resources Inc.	-0.53	2.12

[†] 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)



“As in the broader market, the dominant factor in the quarter was the rally in Technology, where the benchmark's holdings returned nearly 80%.”

How did the portfolio perform?

The Foundry Small Cap Value strategy returned 15.46% during the second quarter of 2026, trailing the Russell 2000 Value Index return of 17.19% by 173 basis points.

Sector allocation was a positive in the quarter, contributing 116 basis points to relative results, while stock selection detracted 155 basis points and interaction effects detracted 122 basis points. The modest shortfall came against an exceptionally strong benchmark quarter driven by a sharp rally in Technology shares.

Year to date through June 30, the strategy has returned 23.57% versus 22.99% for the Russell 2000 Value, outperforming by 58 basis points. Allocation has been the primary driver of relative results this year, contributing 329 basis points.

What factors had the greatest impact on the portfolio?

As in the broader market, the dominant factor in the quarter was the rally in Technology, where the benchmark's holdings returned nearly 80%. Unlike many value strategies, the portfolio participated meaningfully: our overweight to the sector added roughly 175 basis points through allocation, and our largest single contributor in the quarter was a semiconductor holding that more than tripled. Selection within the sector was nonetheless a net drag, concentrated in application software, where holdings lagged the torrid pace of the benchmark's hardware and semiconductor constituents.

Health Care was the other notable headwind, as the underweight and company-specific weakness in health care supplies detracted against a benchmark health care return above 20%. Energy declined in absolute terms, with exploration & production holdings falling alongside oil and natural gas prices, and the portfolio's cash position was a drag in a sharply rising market.

Stock selection in Financials was the standout positive, contributing 166 basis points, led by consumer finance and capital markets holdings. Industrials and Real Estate also added value.

What sectors provided the greatest contribution to portfolio return?

The strongest contributing sectors from an attribution perspective were Financials, Industrials, and Real Estate.

Financials contributed 166 basis points, driven by stock selection (+182 basis points), with consumer finance and investment banking & brokerage holdings returning 77% and 47% respectively.

Industrials added 68 basis points, as the significant overweight (roughly 20% versus 12%) was rewarded; electrical equipment, machinery, and infrastructure-related holdings returned more than 23% as a group.

Real Estate added 56 basis points on strong selection, led by hotel REIT exposure, and the zero weights in Communication Services and Consumer Staples added a combined 43 basis points as both sectors lagged the benchmark.

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

The most significant headwinds came from Information Technology, Health Care, and Materials.

Information Technology detracted 130 basis points on a net basis. The overweight added value as the sector rallied, but selection detracted as application software holdings returned 13% against a benchmark technology return of nearly 80% driven by semiconductors and hardware.

Health Care detracted 122 basis points, reflecting both the underweight and weakness in health care supplies holdings against a benchmark sector return above 20%.

Materials detracted 92 basis points, driven by aluminum exposure amid weaker metals pricing.

Cash, averaging roughly 3.7%, detracted 57 basis points in a sharply rising market; Utilities detracted 53 basis points on gas utility weakness, and Energy detracted 49 basis points as the overweight worked against us in a declining sector.

“Overall, weakness was concentrated in commodity-linked and company-specific situations rather than broad-based across sectors.”

What were among the strongest performing securities in the portfolio?

The strongest contributors were concentrated in Information Technology, Financials, and Industrials.

Within Information Technology, a semiconductor holding levered to AI memory and compute infrastructure returned more than 330% in the quarter and was the portfolio's largest contributor. Technology distribution, acoustic components, and network performance holdings also posted strong double-digit to high-double-digit gains, and a recently spun-off precision technologies holding returned more than 75%.

Within Financials, a consumer finance holding returned 77% on strong credit performance and earnings growth, and a capital markets holding gained 47% amid elevated trading activity.

In Industrials, infrastructure, bearings, and electrical equipment holdings each returned more than 40%, supported by grid, construction, and data center-related demand. In Real Estate, a hotel REIT returned 48%.

What were the weakest performing securities in the portfolio?

The weakest contributors were concentrated in Energy, Materials, and Health Care.

Within Energy, exploration & production holdings declined between 7% and 20% alongside falling oil and natural gas prices, and a gas utility holding also lagged. Tanker exposure gave back a portion of prior strength.

In Materials, an aluminum producer declined more than 20% on weaker metals pricing.

Within Health Care, a home medical equipment holding declined 12% on company-specific execution.

In Information Technology, application software holdings lagged the sector's advance, with one enterprise software position the portfolio's largest selection detractor for the year.

Overall, weakness was concentrated in commodity-linked and company-specific situations rather than broad-based across sectors.

“The portfolio remains positioned consistent with our process by emphasizing quality businesses with durable cash flow and balance sheet strength...”

Outlook

The second quarter was defined by an accelerating narrative around artificial intelligence infrastructure, with capital crowding into Technology at a pace that ran well ahead of fundamental confirmation. Within our process framework, belief and positioning surged first; earnings validation remains outstanding for much of the cohort.

The Small Cap Value portfolio has been able to participate in this theme selectively and on our terms, through semiconductor, technology distribution, and electrical infrastructure holdings that entered the year at value multiples, rather than through the most crowded and speculatively priced names. That discipline has allowed the strategy to remain ahead of the benchmark year-to-date while preserving the quality and valuation characteristics of the portfolio. In the early weeks of the third quarter, Technology leadership has stalled, a development consistent with our view that expectations in the most crowded areas had run ahead of fundamentals.

This remains a high-dispersion environment where narrative shifts continue to lead price, and monitoring where belief is crowded versus where it is early remains central to positioning. Sector allocation has also been the dominant driver of relative results, reinforcing the value of thematic alignment. Additionally, company-specific fundamentals, particularly quality of earnings, cash flow durability, and capital allocation, are being rewarded outside of the momentum cohort.

The portfolio remains positioned consistent with our process by emphasizing quality businesses with durable cash flow and balance sheet strength and maintaining exposure to areas supported by favorable supply-demand dynamics, including energy, real assets, and grid and electrical infrastructure. We continue to participate in secular technology demand through holdings acquired at value prices, while avoiding the most crowded and speculatively priced areas.

Overall, we believe the current backdrop favors an approach that integrates Quality, Momentum, Narrative, and Growth & Value, with a focus on identifying opportunities where market expectations and fundamentals are beginning to diverge, in both directions.

SECTOR POSITIONS

**INDUSTRIALS**
Overweight

The portfolio's largest overweight, focused on electrical equipment, machinery, and infrastructure-related demand.

**INFORMATION TECHNOLOGY**
Overweight

Exposure is concentrated in semiconductors, technology distribution, and components acquired at value multiples, avoiding the most speculative areas of the AI trade.

**MATERIALS**
Overweight

Supported by favorable supply dynamics, though metals-linked holdings weighed on results this quarter.

**ENERGY**
Overweight

Supply constraints and capital discipline continue to support the sector despite near-term commodity weakness.

**UTILITIES**
Neutral

Stable earnings profiles support positioning, though gas utility holdings lagged this quarter.

**FINANCIALS**
Underweight

Selection-driven strength continues in consumer finance and capital markets; the underweight reflects rising credit uncertainty across banks and insurers.

**CONSUMER DISCRETIONARY**
Underweight

Demand remains soft across lower-income cohorts; exposure is concentrated in select retail and consumer services.

**HEALTH CARE**
Underweight

Opportunities remain selective, with less consistent earnings momentum across the sector.

**REAL ESTATE**
Underweight

Positioning is selective, with strength this quarter in lodging-oriented holdings.



CS McKee

Small 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 Small Cap Value Composite, which includes the prior performance history of Foundry's Small 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