GLOBAL VALUE FUND

MANAGER REVIEW & ECONOMIC OUTLOOK

HWGIX | HWGAX

Hotchkis & Wiley

PERFORMANCE (%) as of June 30, 2025

	QTR	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Since 12/31/12
Global Value Fund – I Shares	6.91	13.28	16.00	18.37	19.05	8.74	9.97
MSCI World Value Index	5.38	10.45	15.94	13.47	13.47	7.69	8.47
MSCI World Index	11.47	9.47	16.26	18.31	14.55	10.66	11.17

The performance shown represents past performance. Past performance is no guarantee of future results and current performance may be higher or lower than the performance shown. Investment results and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. To obtain performance data current to the most recent month-end, access our website at www.hwcm.com.

The Fund's total annual operating gross expense ratio as of the most current prospectus is 1.24% for I Shares; 0.95% net expense ratio. The Advisor has contractually agreed to waive advisory fees and/or reimburse expenses through August 29, 2025. Expense ratio shown is gross of any fee waivers or expense reimbursements. I Shares sold to a limited group of investors. Periods over one year are average annual total return. Average annual total returns include reinvestment of dividends and capital gains. Expense limitations may have increased the Fund's total return.

MARKET COMMENTARY

Global market performance in the second quarter of 2025 was marked by a bout of heightened volatility, driven primarily by shifting U.S. trade policies under the Trump administration and rising geopolitical tensions. Markets declined sharply in April following the announcement of increased tariffs, particularly on Chinese imports. However, sentiment improved toward quarter-end as the administration adopted a more conciliatory tone—pausing some tariff hikes and agreeing to the principles of a trade deal with China. A surprise ceasefire between Israel and Iran in June further eased market concerns, sparking a risk-on rally in equities and contributing to a pullback in oil prices. Despite early challenges, many indices—including the MSCI World Index—posted double-digit returns by the end of the quarter, reflecting the market's underlying resilience.

Investor confidence improved over the quarter as volatility subsided, with the VIX Index falling below 17 after peaking at 52 in early April. International markets continued to perform well, with the Asia Pacific region slightly outperforming North America and Western Europe. Growth stocks were clear leaders, as the MSCI World Growth Index surged by 17.7%, far outpacing the MSCI World Value Index return of 5.4%. Nine of the eleven MSCI World GICS sectors delivered positive returns for the quarter, with high beta and momentum strategies outperforming more defensive approaches. Sector performance was led by technology (+23.2%), communication services (+19.1%), and industrials (+14.6%), while energy and healthcare were the sole decliners, falling -4.8% and -4.0%, respectively.

We made modest changes to individual positions during the quarter, as market weakness created opportunities to add attractively valued companies across multiple sectors. Technology remains the largest overweight in our portfolio, both on an absolute and relative basis. Our tech holdings generally share key characteristics: strong balance sheets, sticky customer bases that generate recurring and predictable cash flow, and promising growth prospects. These qualities give us confidence in their potential to drive economic growth and deliver strong returns. Industrials and healthcare are our second- and third-largest overweight sectors. Our largest underweights are in financials and real estate. We remain underweight real estate due to a lack of compelling relative valuation opportunities, while the financials underweight reflects our limited exposure to capital markets and insurance companies as of the end of June.

We remain committed to identifying businesses with durable balance sheets, sustainable return on equity, stable free cash flow, and attractive valuations relative to expected earnings. We believe our investment strategy, centered on identifying undervalued assets and effective risk management, is poised to generate consistent long-term returns.

ATTRIBUTION ANALYSIS – 2Q25

The Hotchkis & Wiley Global Value Fund outperformed the MSCI World Value Index in the second quarter of 2025. The overweight in technology and stock selection in healthcare and consumer discretionary contributed to relative outperformance. Stock selection in financials, materials and industrials also worked well. Conversely, stock selection in communication services detracted the most from relative performance during the quarter. The underweight in financials and stock selection in technology and energy also detracted.

(continued)

Portfolio managers' opinions and data included in this commentary are as of June 30, 2025 and are subject to change without notice. Any forecasts made cannot be guaranteed. **Diversification does not assure a profit nor protect against loss in a declining market. Past performance is no guarantee of future results.**

LARGEST INDIVIDUAL CONTRIBUTORS – 2Q25

Babcock International (BAB LN) is a UK government outsourcer with ~60% of Revenue from Ministry of Defense (MoD) contracts. The company continued to perform well in Q2 on strong business execution. Revenue growth and profitability should continue as the UK and other European countries invest more in defense spending.

UnitedHealth Group (UNH) is a large US health insurer. Until very recently, UNH traded at a material premium to its peers, reflecting its status as a premium growth stock with momentum. We did not own the stock. However, recent negative headlines, combined with the first earnings miss in 10 years, resulted in a >50% selloff in the company's shares. This decline contributed positively to the strategy's relative performance vs. the index, where UNH was a meaningful weight. We purchased UNH shares after the selloff at what we believe is a compelling valuation.

JDE Peet's (JDEP NA) is a large pure play coffee and tea company. The company's shares rose in the quarter on positive organic sales growth across all categories. We believe that margins can continue to improve as coffee bean prices normalize and pricing and cost cuts take hold. The stock remains attractively valued.

LARGEST INDIVIDUAL DETRACTORS – 2Q25

Elevance Health Inc. (ELV) is a large health insurer. The company's shares have been under pressure due to concerns around Medicaid utilization trends and Medicare Advantage margins. We believe that these headwinds will be temporary. ELV is priced at a discount to the market; however, it is a compelling business, growing faster than GDP while still returning most of its cash to shareholders.

NOV Inc. (NOV) is a leading diversified provider of oilfield capital equipment, consumables and services. The downturn in energy prices has reduced oilfield activity below sustainable levels, hurting NOV's sales and profitability. As activity rebounds, the majority of NOV's product lines should experience increases in volumes and pricing, while longer-term the earnings power of Rig Aftermarket business should also improve given a large installed base. A newbuild rig cycle – whether onshore or off – would provide upside to our normal estimates.

Kraft Heinz (KHC) is the third largest U.S. food and beverage company. KHC shares declined following mixed earnings results in the quarter. While organic sales growth over the medium term is likely to be just 1-2%, we believe the company can also make bolt-on acquisitions and share repurchases to further ensure positive EPS growth. Modest EPS growth combined with a dividend yield above 4% should result in a competitive total return.

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You should consider the Fund's investment objectives, risks, and charges and expenses carefully before you invest. This and other important information is contained in the Fund's summary prospectus and prospectus, which can be obtained by calling 1-800-796-5606 or visiting our website at www.hwcm.com. Read carefully before you invest.

The Fund may invest in foreign and emerging markets securities, which subjects the Fund to increased risk. Please read the fund prospectus for a full list of fund risks. All investments contain risk and may lose value. Equities, bonds, and other asset classes have different risk profiles, which should be considered when investing.

Fund holdings and/or sector allocations are subject to change and are not buy/sell recommendations. Current and future portfolio holdings are subject to risk. Specific securities identified are the largest contributors (or detractors) on a relative basis to the MSCI World Value Index. Securities' absolute performance may reflect different results. The Fund may not continue to hold the securities mentioned and the Advisor has no obligation to disclose purchases or sales of these securities. Attribution is an analysis of the portfolio's return relative to a selected benchmark, is calculated using daily holding information and does not reflect the payment of transaction costs, fees and expenses of the Fund.

The **MSCI World Index** is a free float-adjusted weighted index capturing large and mid cap stocks. The **MSCI World Value** and **MSCI World Growth Indices** are free float-adjusted weighted indexes capturing large and mid cap stocks, exhibiting overall value or growth style characteristics, respectively. The MSCI indices represent stocks across 23 Developed Markets (DM) countries and include reinvestment of dividends, net foreign withholding taxes. The indices do not reflect the payment of transaction costs, fees and expenses associated with an investment in the Fund. The **MSCI Europe Index** captures large and mid cap representation across 15 Developed Markets (DM) countries in Europe. Any indices and other financial benchmarks shown are provided for illustrative purposes only, are unmanaged, reflect reinvestment of income and dividends and do not reflect the impact of advisory fees. The **S&P 500® Index** is a broad-based unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general. The **CBOE Volatility Index (VIX)** is a real-time index that represents the market's expectations for the relative strength of near-term price changes of the S&P 500 Index. The Fund's value disciplines may prevent or restrict investment in major stocks in the benchmark indices. It is not possible to invest directly in an index.

A value-oriented investment approach involves the risk that value stocks may remain undervalued or may not appreciate in value as anticipated. Value stocks can perform differently from the market as a whole or from other types of stocks and may be out of favor with investors and underperform growth stocks for varying periods of time.

Top 10 holdings as of 6/30/25 as a % of the Fund's net assets: F5 Inc. 5.0%, Workday Inc. 4.4%, Ericsson 3.4%, Dominion Energy Inc. 2.6%, Comcast Corp. 2.5%, GE HealthCare Technologies Inc. 2.5%, Elevance Health Inc. 2.4%, General Motors Co. 2.4%, American Int'l Group Inc. 2.3%, and Heineken Hldg N.V. 2.3%. **Earnings per share** (EPS) is a measure of a company's profitability that indicates how much profit each outstanding share of common stock has earned; **Free cash flow** (FCF) is the amount of cash that a company has left after accounting for spending on operations and capital asset maintenance; **Gross domestic product** (GDP) is a monetary measure of the value of all goods and services produced within a country during a specific time period.

Certain information presented based on proprietary or third-party estimates are subject to change and cannot be guaranteed. Information obtained from independent sources is considered reliable, but H&W cannot guarantee its accuracy or completeness.