

# Sprucegrove Global Equities

SEPTEMBER 30, 2025

Sprucegrove's strategy employs a value approach to the management of equities. It emphasizes long-term investment and it focuses on the selection of individual securities using a bottom-up, research driven approach. Country and sector exposures are a residual of this stock-selection process. We seek to invest in securities that meet our standards of investment quality including a history of above average financial performance, a secure financial position, reputable management, and a growth opportunity in terms of sales, earnings, and share price. Our valuation criteria includes normalized price earnings multiple, price to book and dividend yield.

## SECTOR & REGIONAL ALLOCATION

| Sector                 | Portfolio <sup>1</sup><br>% | MSCI World<br>% | Underweight (-) /<br>Overweight (+) |
|------------------------|-----------------------------|-----------------|-------------------------------------|
| Energy                 | 2.0                         | 3.4             | 1.4                                 |
| Materials              | 2.9                         | 3.2             | 0.3                                 |
| Industrials            | 24.6                        | 11.2            | 13.4                                |
| Consumer Discretionary | 10.6                        | 10.3            | 0.3                                 |
| Consumer Staples       | 4.6                         | 5.4             | 0.8                                 |
| Health Care            | 15.4                        | 9.1             | 6.3                                 |
| Financials             | 19.1                        | 16.8            | 2.3                                 |
| Information Technology | 6.6                         | 27.4            | 20.8                                |
| Communication Services | 10.8                        | 8.6             | 2.2                                 |
| Utilities              | 0.0                         | 2.6             | 2.6                                 |
| Real Estate            | 0.0                         | 1.9             | 1.9                                 |
| Cash                   | 3.4                         | 0.0             | 3.4                                 |
|                        | 100.0                       | 100.0           |                                     |

| Region                 | Portfolio <sup>1</sup><br>% | MSCI World<br>% | Underweight (-) /<br>Overweight (+) |
|------------------------|-----------------------------|-----------------|-------------------------------------|
| Pacific                | 10.6                        | 8.1             | 2.5                                 |
| Eurozone               | 6.4                         | 8.6             | 2.2                                 |
| Non-Euro & Middle East | 11.7                        | 7.6             | 4.1                                 |
| Emerging Markets       | 8.4                         | 0.0             | 8.4                                 |
| North America          | 59.4                        | 75.7            | 16.3                                |
| Cash                   | 3.4                         | 0.0             | 3.4                                 |
|                        | 100.0                       | 100.0           |                                     |

## PORTFOLIO STATISTICS

|                            | AUM (Millions in USD)  |            |
|----------------------------|------------------------|------------|
| Sprucegrove Firm Total     | \$12,487.9             |            |
| Global Equities            | \$560.7                |            |
|                            | Portfolio <sup>1</sup> | MSCI World |
| Inception Date             | Feb. 28, 2020          | -          |
| # of Holdings              | 48                     | 1,320      |
| Active Share*              | 92%                    | -          |
| Weighted Avg Mkt Cap (\$B) | \$298.0                | \$985.7    |
| Turnover % (LTM)*          | 28.3                   | -          |

## PORTFOLIO CHARACTERISTICS\*

|                    | Portfolio <sup>1</sup> | MSCI World |
|--------------------|------------------------|------------|
| Normalized P/E     | 17.7x                  | 29.8x      |
| Financial Leverage | 2.1x                   | 3.0x       |
| Price to Book      | 3.8x                   | 3.9x       |
| Dividend Yield     | 2.0%                   | 1.6%       |

\***Normalized P/E** for a company is determined by Sprucegrove by dividing the company's P/B ratio by Sprucegrove's estimate of the average expected earnings for the company over the long term. Sprucegrove determines the Normalized P/E for each of the Portfolio and the MSCI World index by taking the weighted average of the Normalized P/E of each company within the Portfolio or index, respectively. **Financial Leverage** is defined as total assets divided by ordinary/common shareholders equity. **Price to Book ratio (P/B)** is the stock price divided by book (equity) value per share. **Dividend Yield** is the net dividend divided by the stock price. **Active Share** is a measure of the percentage of stock holdings in a portfolio that differ from the benchmark. **Turnover** is calculated as: (Total of the lesser of buys or sales over 12 month period / Average market values over period) x 100.

## TOP TEN HOLDINGS

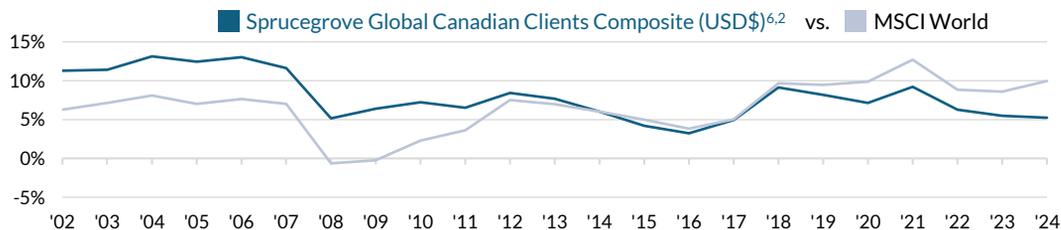
| Stock              | % of Portfolio <sup>1</sup> |
|--------------------|-----------------------------|
| Markel             | 3.4                         |
| Berkshire Hathaway | 3.2                         |
| CH Robinson        | 3.1                         |
| Donaldson          | 3.1                         |
| Wells Fargo        | 3.1                         |
| Gilead Sciences    | 2.9                         |
| Meta Platforms     | 2.9                         |
| Henry Schein       | 2.8                         |
| Walt Disney        | 2.7                         |
| Gentex             | 2.7                         |
| <b>Total</b>       | <b>29.9</b>                 |

<sup>1</sup>Sprucegrove Global Representative Portfolio. Holdings and allocations are subject to change.

# PERFORMANCE

| As of: 09/30/2025                                      | Q3   | YTD   | 1     | 2     | 3     | 4     | 5     | 10    | 15    | 20    | 25    | 30    | Since     |
|--|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-----------|
|  | (%)  | (%)   | Year  | Years | Inception |
|  | (%)  | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)   | (%)       |
| Sprucegrove Global Equities (Gross) <sup>1</sup>       | 8.67 | 15.97 | 10.68 | 14.78 | 16.52 | 5.55  | 10.98 | -     | -     | -     | -     | -     | 8.66      |
| Sprucegrove Global Equities (Net) <sup>1,2</sup>       | 8.58 | 15.68 | 10.29 | 14.37 | 16.10 | 5.17  | 10.58 | -     | -     | -     | -     | -     | 8.27      |
| MSCI World <sup>3</sup>                                | 7.27 | 17.43 | 17.25 | 24.61 | 23.72 | 11.07 | 14.41 | -     | -     | -     | -     | -     | 14.33     |
| MSCI World Value <sup>4</sup>                          | 5.83 | 16.89 | 11.98 | 19.34 | 18.57 | 9.85  | 13.90 | -     | -     | -     | -     | -     | 11.22     |
| Global U.S. Clients Composite (Gross) <sup>5</sup>     | 8.67 | 15.97 | 10.68 | 14.78 | 16.52 | 5.55  | 10.98 | -     | -     | -     | -     | -     | 14.02     |
| Global U.S. Clients Composite (Net) <sup>5,2</sup>     | 8.60 | 15.75 | 10.40 | 14.49 | 16.23 | 5.29  | 10.70 | -     | -     | -     | -     | -     | 13.74     |
| MSCI World <sup>3</sup>                                | 7.27 | 17.43 | 17.25 | 24.61 | 23.72 | 11.07 | 14.41 | -     | -     | -     | -     | -     | 18.35     |
| MSCI World Value <sup>4</sup>                          | 5.83 | 16.89 | 11.98 | 19.34 | 18.57 | 9.85  | 13.90 | -     | -     | -     | -     | -     | 15.81     |
| Global Canadian Clients Composite (Gross) <sup>6</sup> | 8.47 | 15.83 | 9.77  | 14.40 | 16.30 | 5.43  | 10.73 | 8.44  | 7.54  | 6.26  | 7.21  | 8.29  | 8.78      |
| Global Canadian Clients Composite (Net) <sup>6,2</sup> | 8.37 | 15.52 | 9.39  | 13.99 | 15.88 | 5.05  | 10.34 | 8.02  | 7.09  | 5.80  | 6.70  | 7.74  | 8.20      |
| MSCI World <sup>3</sup>                                | 7.27 | 17.43 | 17.25 | 24.61 | 23.72 | 11.07 | 14.41 | 12.43 | 11.03 | 8.51  | 6.81  | 8.08  | 8.58      |
| MSCI World Value <sup>4</sup>                          | 5.83 | 16.89 | 11.98 | 19.34 | 18.57 | 9.85  | 13.90 | 9.36  | 8.57  | 6.45  | 5.88  | 7.07  | 7.83      |

## HISTORICAL ROLLING RETURNS, 10 Year Rolling Return, As of 12/31/2024



**Sprucegrove's 10 year rolling average net return has outperformed the benchmark in 12 of the past 23 years**

|                      | Annual | 3 Year Rolling | 5 Year Rolling | 10 Year Rolling | 15 Year Rolling | 20 Year Rolling |
|----------------------|--------|----------------|----------------|-----------------|-----------------|-----------------|
| Periods Outperformed | 41%    | 33%            | 46%            | 52%             | 56%             | 69%             |
| Number of years      | 13/32  | 10/30          | 13/28          | 12/23           | 10/18           | 9/13            |

Past performance is no guarantee of future results. Returns shorter than a 1-year period returns have not been annualized. Returns greater than a 1-year period have been annualized. The principal value and investment return will fluctuate so that you may have a gain or loss when you sell your units. Returns are in U.S. dollars.

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<sup>1</sup>Returns presented for Sprucegrove Global Representative Portfolio. Inception date: February 28, 2020.

<sup>2</sup>Net returns reflect Gross returns reduced by management fees and withholding taxes associated with any dividends paid, where imposed by certain jurisdictions.

<sup>3</sup>The MSCI World (net) Index is the benchmark for the Sprucegrove Global Representative Portfolio and the Sprucegrove Global Composite. All supplementary indices are presented for comparative purposes only. The MSCI World Index was launched on March 31, 1986.

<sup>4</sup>The MSCI World Value (net) Index was launched on December 8, 1997. Data prior to the launch date is back-tested. Back-tested performance, (i.e. calculations of how the index might have performed over that time period had the index existed) which is hypothetical and not actual performance, is subject to inherent limitations because it reflects application of an Index methodology in hindsight. No theoretical approach can take into account all of the factors in the markets in general and the impact of decisions that might have been made during the actual operation of an index. Actual returns may differ from, and be lower than, back-tested returns.

The MSCI World and MSCI World Value Indices capture large and mid cap representation across 23 developed markets countries around the world. The indices are the arithmetical average, weighted by market value of the performance of companies representing the stock markets of North America, Europe, Australasia, and the Far East. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. Index information is provided for illustrative purposes only and is not intended to imply past or future performance. Please note an investor cannot invest directly in an index. Unless otherwise noted, index returns reflect the reinvestment of income and dividends, if any, but do not reflect fees, brokerage commissions or other expenses of investing. The volatility of an index may be materially different than that of the portfolio, and investors should not expect the portfolio to achieve the same results as a listed index. These materials are not approved or produced by MSCI.

<sup>5</sup>The Sprucegrove Global U.S. Clients Composite Inception date: March 31, 2020. It represents an equity strategy managed for U.S. clients that utilizes a value approach to invest in companies domiciled in developed and emerging market countries. The maximum holding in emerging markets is 10%.

<sup>6</sup>The Sprucegrove Global Canadian Clients Composite Inception date: June 30, 1992 and is shown to provide historic context since the Sprucegrove Global - US Client Composite was recently created in 2020. It represents an equity strategy managed for Canadian clients that utilizes a value approach to invest in companies domiciled in developed and emerging market countries. The maximum holding in emerging markets is 10%. The performance of the Composite is stated in US dollars and is net of non-reclaimable withholding taxes on dividends, interest income and capital gains where applicable.. The performance referenced reflects that of the institutional composite portfolio. It is not representative of the Sprucegrove Global Representative Portfolio and should not be interpreted as indicative of future performance of the Fund. Among the other differences, the Fund incurs expenses in addition to management fees, which could reduce the Fund's performance relative to that of the institutional composite portfolio shown.

Composite net-of-fees: The model fee for the Global U.S. Clients Composite is 0.25% (2.1 bps monthly) for 2024. The model fee for the Global Canadian Clients Composite is 0.37% (3.1 bps monthly) for 2024.

Sprucegrove Investment Management Ltd. claims compliance with the Global Investment Performance Standards (GIPS®) and has been independently verified for the periods May 1, 1985 to December 31, 2024. Sprucegrove's composites are composed of all fee-paying, discretionary accounts greater than \$5 million managed by Sprucegrove in this investment style and mandate. This was changed from a minimum market value of \$15 million in July 2016.

**Possibility of Loss** - Investors should be aware that market conditions affect performance and that investment programs carry with them the possibility of loss. It should not be assumed that investments made in the future will be profitable or will equal any results shown in this document.

**Definition of the Firm** - Sprucegrove Investment Management Ltd. ("Sprucegrove" or the "Firm") is an independent investment management firm. The firm is 100% employee owned. Sprucegrove was founded in 1993 by the global portfolio management team, formerly at Confederation Life of Canada ("Confed"). The team has been managing international equity mandates since 1985. Sprucegrove manages equities via a series of pooled funds and separately managed accounts. Sprucegrove is registered as a Portfolio Manager in most provinces in Canada and an Investment Advisor with the SEC. Registration does not imply certain level of skill or training, nor does it imply endorsement by a regulator.

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