
Overseas ADR Strategy Positioning for Resilience

Selectively Targeting High Quality Opportunities

Valuations and Earnings Expectations

Investors should continue to monitor key macro themes, including shifting market leadership, valuation divergences, and currency volatility. With the path forward uncertain, a selective, globally diversified approach may provide resilience over the long term.

Even with recent strong performance, international equities are attractively valued relative to US equities, with the valuation gap still elevated relative to history and earnings growth expectations broadly comparable.

US and Non-US Valuations and Growth

Forward Price-to-Earnings and 1-Year Earnings Per Share (EPS) Growth

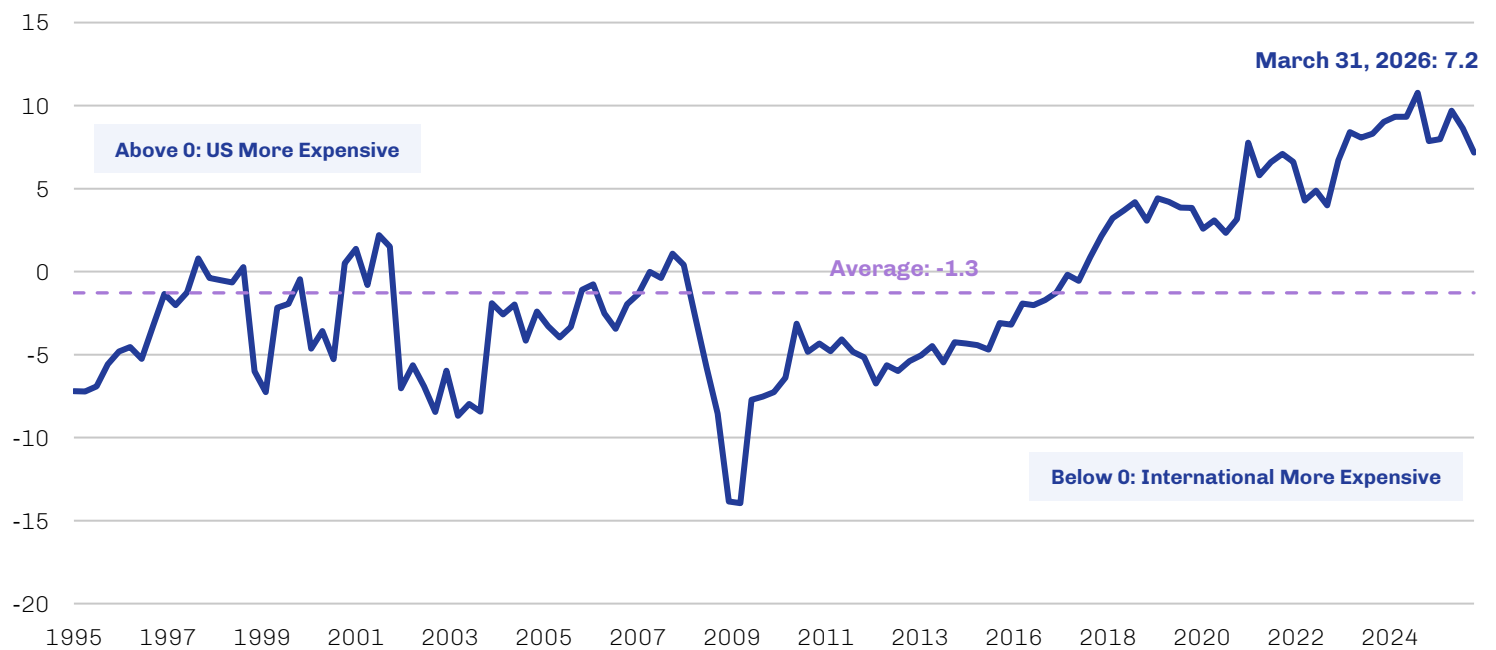
	Valuations		Growth	
	Forward Price-to-Earnings through March 31, 2026	Forward Price-to-Earnings Long-Term Average ¹	Estimated 1-Year EPS Growth 2025–2026	Estimated 1-Year EPS Growth 2026–2027
S&P 500 Index	19.7	16.8	16.7%	16.4%
MSCI ACWI ex USA Index	14.2	17.3	17.4%	12.2%

Source: Bloomberg, FactSet; data as of March 31, 2026.

1. Long-Term Forward Average Start Dates: S&P 500 from Sep-1995, MSCI ACWI ex. US from Apr-1997.

Trailing 12-Month Enterprise Value/EBIT Ratio

S&P 500 Index Minus MSCI EAFE Index; March 1995 through March 2026



Source: Bloomberg; data as of March 31, 2026. Charts are for illustrative purposes only.

Past performance does not guarantee future results.

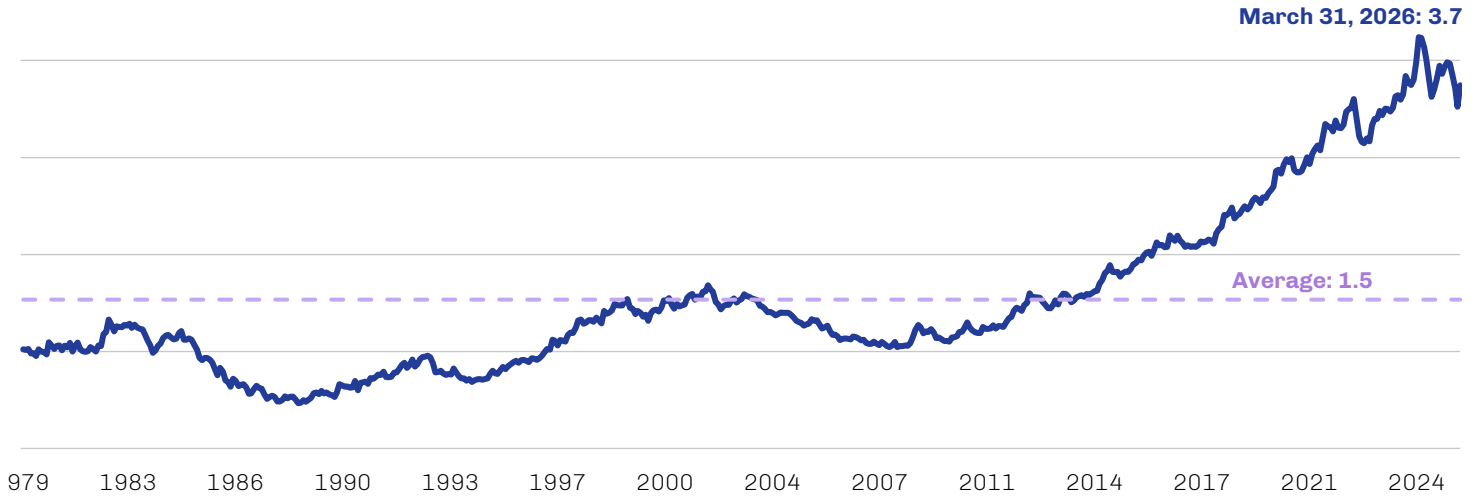
Diversification does not guarantee investment returns and does not eliminate the risk of loss.

History suggests that valuation gaps of recent magnitudes have often preceded meaningful rotations.

With international equities still near historic lows relative to the US—and quality companies not confined to one market—there may be runway ahead for diversified investors.

US versus International

Price Ratio of S&P 500 Index to MSCI EAFE Index; January 1979 = 1.0



Source: Bloomberg; data as of March 31, 2026.

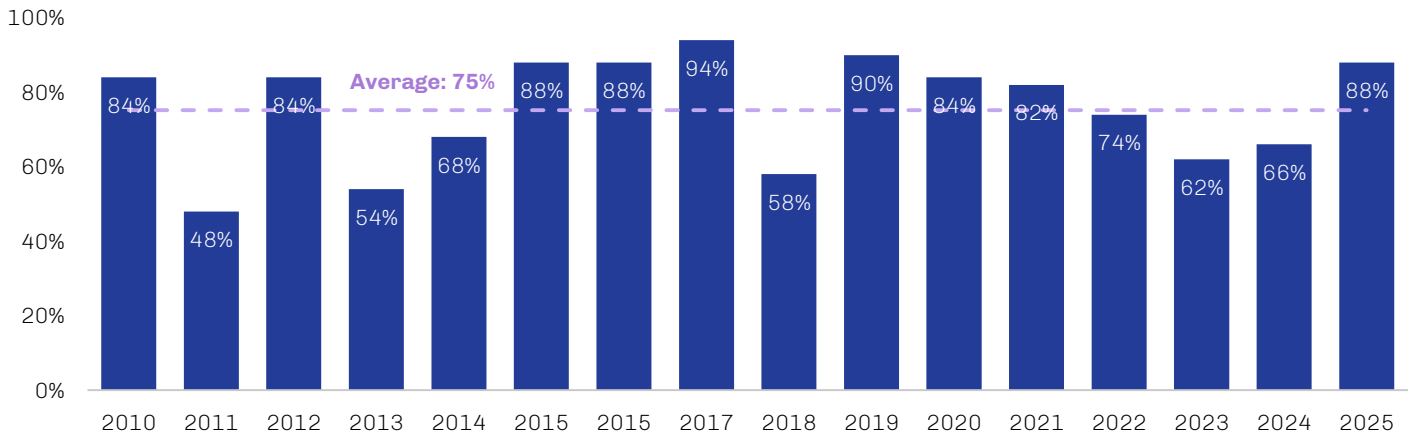
Charts are for illustrative purposes only. **Past performance does not guarantee future results.**

A History of Opportunity Beyond the US

International diversification may provide access to a wider universe of potential outperformers.

Top-Performing Companies Have Been Concentrated Outside the US over the Past Decade

Percentage of Non-US Stocks Among Top 50 Performers in MSCI ACWI



Index Returns

US	15.1%	2.1%	16.0%	32.4%	13.7%	1.4%	12.0%	21.8%	-4.4%	31.5%	18.4%	28.7%	-18.1%	26.3%	25.0%	17.9%
Non-US	11.2%	-13.7%	16.8%	15.3%	-3.9%	-5.7%	4.5%	27.2%	-14.2%	21.5%	10.7%	7.8%	-16.0%	15.6%	5.5%	32.4%

Note: For Index Returns table, US = S&P 500 Index and Non-US = MSCI AC World ex-USA.

Source: FactSet; data as of December 31, 2025. **Past performance does not guarantee future results.**

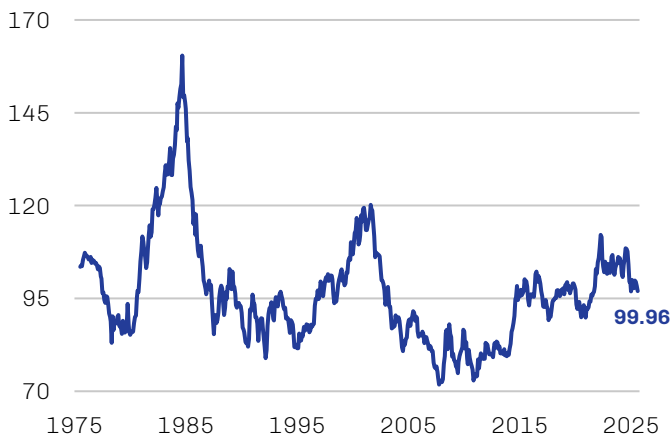
Persistent US Dollar Weakness

Currency dynamics are an additional consideration for international investors, and after an extended period of strength, the US dollar faces growing headwinds.

Current forecasts reflect continued dollar weakness, and historically, dollar cycles have lasted for extended periods.

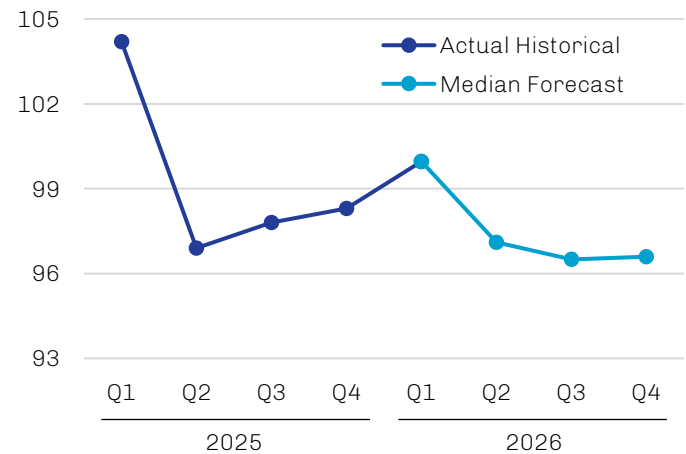
Dollar Cycles Typically Span Multiple Years

US Dollar Index



Actual vs. Forecast

US Dollar Index

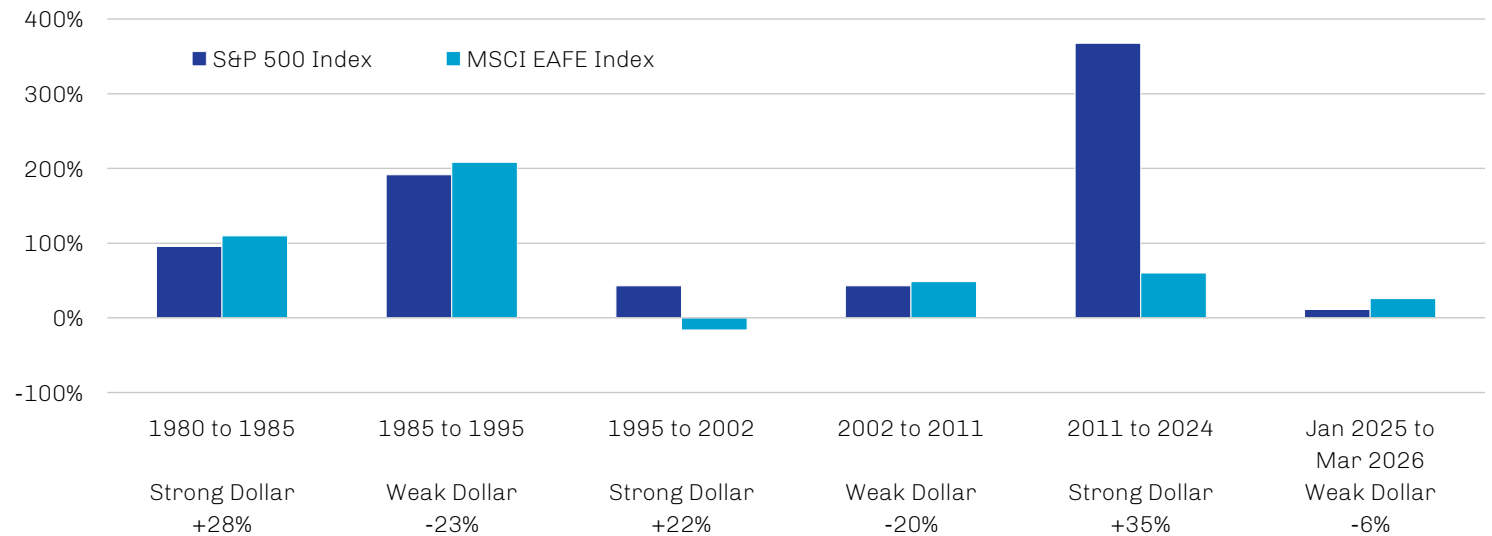


Source: Bloomberg; data as of March 31, 2026.

Periods of US dollar weakness have historically coincided with stronger relative performance from international equities.

Stock Indices Under Different Dollar Regimes

Cumulative Price Returns

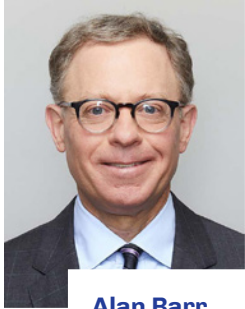


Source: Bloomberg, First Eagle Investments; data as of March 31, 2026.
Note: Dollar performance uses the Federal Reserve's Real Broad Trade-Weighted Dollar Index.

Disciplined, Unconventional Thinking. Global Perspective. Long-term Alignment.

More than 40 Years of History, Led by Experienced, Patient, Long-Term Investors

The Team at a Glance

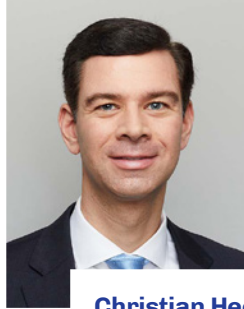


Alan Barr

Portfolio Manager

Industry Start: 1990

Year Joined: 2001



Christian Heck

Portfolio Manager

Industry Start: 2011

Year Joined: 2013



Adrian Jones

Portfolio Manager

Industry Start: 1988

Year Joined: 2018



Matt McLennan, CFA

Portfolio Manager

Industry Start: 1991

Year Joined: 2008

Global Value Team—Depth and Rigor

The team comprises 25 investment professionals who average over 20 years of industry experience.

Persistent geopolitical tension, monetary policy divergence, USD weakness and market concentration risk in 2025 reinforced the value of selective, quality-focused investing with an emphasis on downside mitigation for long-term investors.

Investment Philosophy

Focus on Long-Term Growth of Capital

We seek to avoid the permanent impairment of capital and generate long-term positive investment returns across market cycles.

Flexible, Benchmark-Agnostic Approach

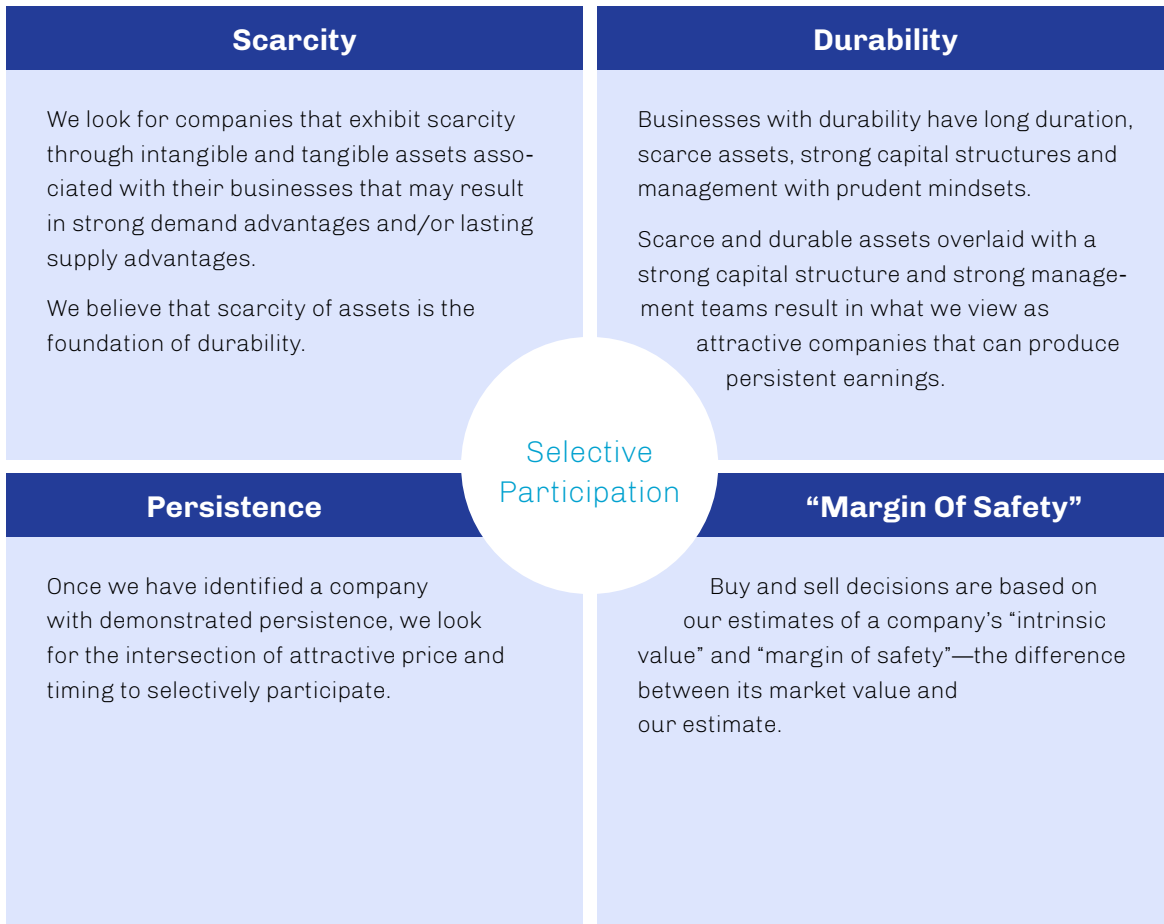
The portfolio has the ability to invest across asset classes, regions, sectors/industries, market-capitalization ranges, and without regard to a benchmark.

Seeks to Provide Downside Mitigation

The goal to avoid the permanent loss of capital results in a portfolio of what we believe are resilient businesses purchased with a "margin of safety" in price.

First Eagle defines "margin of safety" as the difference between a company's market price and our estimate of its intrinsic value. An investment made with a margin of safety is no guarantee against loss.

A Highly Selective Approach to International Opportunities



First Eagle defines “margin of safety” as the difference between a company’s market price and our estimate of its intrinsic value. An investment made with a margin of safety is no guarantee against loss.

“Intrinsic value” is based on our judgment of what a prudent and rational business buyer would pay in cash for all of a company in normal markets.

Risks

All investments involve the risk of loss of principal.

There are risks associated with investing in securities of foreign countries, such as erratic market conditions, economic and political instability and fluctuations in currency exchange rates. These risks may be more pronounced with respect to investments in emerging markets. Investment in gold and gold-related investments present certain risks, and returns on gold related investments have traditionally been more volatile than investments in broader equity or debt markets.

A principal risk of investing in value stocks is that the price of the security may not approach its anticipated value or may decline in value. "Value" investments, as a category, or entire industries or sectors associated with such investments, may lose favor with investors as compared to those that are more "growth" oriented.

Investment in gold and gold-related investments present certain risks, and returns on gold related investments have traditionally been more volatile than investments in broader equity or debt markets.

Federal Reserve Real Broad Trade-Weighted Dollar Index measures the US dollar exchange rate using currencies of the most important US trading partners by volume of bilateral trade adjusted for inflation.

MSCI ACWI Index (Net) measures the performance of large cap and midcap equities across developed markets and emerging markets. A net-return index tracks price changes and reinvestment of distribution income net of withholding taxes.

MSCI All Country World (ACWI) ex USA Index (Net) measures the performance large and midcap equities across developed markets and emerging markets excluding the US. It covers approximately 85% of the global equity opportunity set outside the US. A net-return index tracks price changes and reinvestment of distribution income net of withholding taxes.

MSCI EAFE Index (Net) measures the performance of large and midcap equities across developed markets countries around the world excluding the US and Canada. A net-return index tracks price changes and reinvestment of distribution income net of withholding taxes.

MSCI World Index (Net) measures the performance of large and midcap equities across developed markets countries. A net-return index tracks price changes and reinvestment of distribution income net of withholding taxes.

S&P 500 Index (Gross/Total) measures the performance of 500 of the top companies in the leading industries of the US economy and is widely recognized as a proxy for the US market as a whole. A total-return index tracks price changes and reinvestment of distribution income.

US Dollar Index (DXY) is a geometrically averaged calculation of six currencies weighted against the US dollar maintained by ICE Futures US.

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Indexes are unmanaged and do not incur management fees or other operating expenses. One cannot invest directly in an index.

Definitions

Enterprise value to earnings before interest and taxes (EV/EBIT ratio) compares a company's enterprise value to its annual operating income.

Price-to-earnings ratio (P/E ratio) compares a company's stock price to its earnings per share.

First Eagle Separate Account Management, LLC ("FESAM") relies on First Eagle Investment Management, LLC ("FEIM") for numerous services and resources, and the investment teams of FESAM and FEIM work together to make investment decisions. Although FEIM's investment team, including the portfolio managers of FESAM, has experience managing strategies involving global equity securities, both FEIM and FESAM have limited experience in managing accounts in an SMA and Global ADR strategy.

This portfolio is available only through a wrap fee or similar program sponsored by a third-party intermediary ("Sponsor") that has engaged First Eagle Separate Account Management, LLC to manage certain of the Sponsor's client accounts on a discretionary basis or to provide the Sponsor with recommendations in the form of model portfolio.

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