QUARTERLY COMMENTARY

Oakmark Fund

March 31, 2026

FIRST QUARTER 2026

- **The Fund (Investor Class) outperformed the benchmark, the S&P 500 Index, for the quarter and since inception.**
- **At the sector level, the largest contributors to performance were energy and materials, while financials and information technology were the largest detractors.**
- **Amid heightened volatility, geopolitical headlines, and extreme stock dispersion, we believe equity markets are increasingly driven by short-term noise and crowd behavior rather than underlying business value. Accordingly, portfolios are positioned with patience and discipline, emphasizing companies trading at meaningful discounts to our estimate of intrinsic value, where long-term fundamentals—not headlines—drive expected returns.**

Highlights

Top contributors

- ConocoPhillips
- Targa Resources
- Phillips 66

Top detractors

- Salesforce
- Capital One Financial
- IQVIA Holdings

New purchases

- Accenture Cl A
- Adobe
- Marsh & McLennan
- Netflix
- Raymond James Financial
- Roper Technologies
- Synchrony Financial
- Sysco

Final sales

- APA
- Baxter
- Celanese
- Deere

TOP CONTRIBUTOR | DETRACTOR

Top contributor

ConocoPhillips was the top contributor during the quarter. The U.S.-headquartered oil and gas company's stock price rose as it benefitted from a favorable macroeconomic backdrop and results consistent with our expectations. Rising energy prices due to geopolitical conflict were the most significant driver of the stock performance. We continue to believe Conoco has some of the industry's highest quality assets managed by a team of strong operators and capital allocators.

Top detractor

Salesforce was the top detractor during the quarter. The U.S.-headquartered software company's stock price declined as it contended with market fears over AI disruption. Quarterly results have remained strong and margins continue to improve. Management emphasized they expect subscription revenue growth to accelerate in the second half of 2026 as Agentforce becomes a more meaningful part of the business. We applaud management's commitment to share repurchase at recent market prices, including their recently announced $50 billion buyback authorization and $25 billion accelerated share repurchase plan. We believe these capital allocation actions position Salesforce to emerge stronger from today's AI-related stock price drawdown.

PORTFOLIO ACTIVITY

New purchases

Accenture is a global leader in consulting and outsourced IT services. The company benefits from unmatched scale, being nearly three times as large as the next three public IT services companies combined. We think it is well-positioned for future growth as it is deeply embedded in large enterprises' workflows, with its top 300 clients spending over $100 million annually. Furthermore, we believe it is poised to capitalize on the ongoing enterprise cloud transition and the secular growth in enterprise technology spending. Despite these strong fundamentals, the stock is trading at its lowest P/E multiple since 2015 due to what we view as misguided AI disruption fears, creating the opportunity to purchase shares at a sizable discount to our estimate of intrinsic value.

Adobe is a leading cloud software vendor. Its industry-standard creative tools are deeply embedded in professional workflows, and its leading marketing software suite enables enterprises to deliver personalized consumer experiences across multiple channels. Adobe's earnings multiple has compressed over the last two years, largely driven by investor concerns over potential AI headwinds. We believe Adobe's AI strategy is sound: it is partnering with leading AI models to complement its own in-house models and enhance the value of its creative software, and it is embedding agentic AI tools across its product portfolio to help improve user productivity. We believe that the company retains durable competitive advantages across multiple growing markets, and that recent skepticism has created an opportunity to invest in this highly profitable and well-managed category leader at a meaningful discount to our estimate of intrinsic value.

Marsh & McLennan is the world's largest insurance broker and risk management firm. Marsh has led the industry in organic revenue growth while generating consistent operating margin expansion over the past two decades. Management is engaged in a multi-year effort to rebrand under the single Marsh name, unify service offerings across the firm, and centralize technology and operations to drive efficiencies. Although the softer industrywide rate environment is pressuring revenue growth today, we believe that Marsh is likely to sustain mid-single digit operating income growth for the foreseeable future. Moreover, fears about the potential for AI to disrupt insurance brokers seem exaggerated – and Marsh is already using AI tools to drive productivity enhancements in areas such as data ingestion and new business proposals. We were pleased to have the opportunity to invest in Marsh at a mid-teens multiple of its earnings power.

Netflix is the leading streaming entertainment service with over 325 million subscribers and $45 billion of revenue. This scale creates a valuable moat, in our view. Netflix buys more content than its competitors in aggregate but pays less per subscriber, creating a valuable customer proposition as the business grows. Still, the stock declined significantly over the past several months as market participants focused on slowing engagement and the company's approach to buy Warner Bros, creating an attractive buying opportunity in our view. We are confident that Netflix's engagement remains strong and believed that the shares looked attractive with or without the acquisition. We find the business attractive as it is trading for its lowest relative valuation since 2022, a period that produced strong subsequent returns.

Raymond James is a diversified financial services firm focused primarily on providing wealth management services to financial advisors and their clients.

Over time, the firm has been steadily gaining market share within the large, fragmented, and growing wealth management industry. This has contributed to strong fundamental performance, with earnings per share growing at a mid-teens rate over the last decade. We believe Raymond James is well-positioned to continue attracting financial advisors to their platform due to their differentiated culture, leading technology, and flexible affiliation models. Business quality is also underappreciated in our view, as low advisor churn and a shift toward fee-based revenue make growth more predictable over time. We were able to initiate a position at a low-teens P/E multiple, which represented a discount to our estimate of intrinsic value.

Roper Technologies is a diversified holdings company that operates a portfolio of market-leading businesses focused on vertical software, managed services, and technology-enabled products for niche markets. In our view, Roper's vertical software business benefits from a deep moat, strong margins, and a high gross retention rate. Beyond this, we think the company is well-positioned to see organic growth accelerate broadly, and the business is led by a strong management team of shrewd capital allocators. Despite an attractive outlook, the stock has sold off due to misplaced AI fears, allowing us to initiate a position in a capital-light, cash-generative business at a discounted valuation.

Synchrony Financial is the largest private-label credit card issuer in the United States. We believe private label credit card programs help retailers improve customer loyalty, while offering end consumers good value in the form of attractive rewards. In our view, Synchrony's leading market position is driven by a competitive advantage built on irreplaceable proprietary customer data, which has allowed the company to both consistently win new retail partners and generate attractive returns on equity. Additionally, we are encouraged by management's historical track record on capital allocation, which has resulted in the company repurchasing nearly 60% of shares outstanding over the past decade. We believe the market underappreciates the company's earnings power and were pleased to purchase shares at a discount to our estimate of intrinsic value.

Sysco Corporation is one of the largest food service distribution companies globally. Food service distribution is a stable industry that has historically grown faster than food spending. The continued secular shift to food away from home combined with scale advantages has enabled Sysco to take market share over time. Sysco is achieving positive results in the early turnaround phase of its domestic independent restaurant segment while the rest of the business continues to perform well. The recently announced acquisition of Restaurant Depot surprised investors and provided us an opportunity to purchase shares at an attractive price. In our view, Sysco remains a high-quality company with a credible management team, so we were happy to purchase shares at a discount to peers and the company's own historical trading multiple.

PORTFOLIO MANAGERS

(Year joined Harris | Oakmark)

William C. Nygren, CFA (1983)
Michael A. Nicolas, CFA (2013)
Robert F. Bierig (2012)

March 31, 2026

AVERAGE ANNUALIZED TOTAL RETURNS (%)

	Inception date	QTD	YTD	1 yr	3 yrs	5 yrs	10 yrs	Since inception	Expense ratio
Investor Class | OAKMX	08/05/1991	-2.47	-2.47	10.04	16.06	11.21	13.50	12.68	0.89
Advisor Class | OAYMX	11/30/2016	-2.42	-2.42	10.25	16.29	11.43	13.67	12.73	0.70
Institutional Class | OANMX	11/30/2016	-2.41	-2.41	10.29	16.33	11.46	13.71	12.74	0.67
R6 Class | OAZMX	12/15/2020	-2.39	-2.39	10.36	16.39	11.51	13.74	12.75	0.61
S&P 500 Index		-4.33	-4.33	17.80	18.32	12.06	14.16	10.65	
Russell 1000 Value Index		2.10	2.10	15.87	14.31	9.43	10.58	10.04	

Expense ratios are as of the Fund's most recent statutory prospectus dated January 28, 2026, as amended and restated April 2, 2026; actual expenses may vary. Returns for periods less than one year are not annualized. Since inception returns for the indexes are calculated based on the Investor Class inception date. "Linked performance": Advisor and Institutional Class shares commenced operations on 11/30/2016. The performance attributed to the those share classes prior to that date is that of the Investor Class shares from 8/5/1991-11/30/2016. Performance prior to 11/30/2016 has not been adjusted to reflect the lower expenses of Advisor and Institutional Class shares which would have had similar, but potentially higher returns due to lower expenses. R6 Class shares commenced operations on 12/15/2020. The performance attributed to the R6 Class shares prior to that date is that of the Investor Class shares from 8/5/1991-11/30/2016, and then the performance of the Institutional Class shares from 11/30/2016-12/15/2020. Performance prior to 12/15/2020 has not been adjusted to reflect the lower expenses of R6 Class shares. During this period, R6 Class shares would have had similar, but potentially higher returns due to lower expenses.

Past performance is no guarantee of future results. The performance data quoted represents past performance. Current performance may be lower or higher than the performance data quoted. Total return includes change in share prices and, in each case, includes reinvestment of dividends and capital gain distributions. The investment return and principal value vary so that an investor's shares, when redeemed, may be worth more or less than the original cost.

The securities mentioned above comprise the following percentages of the Oakmark Fund's total net assets as of 3/31/2026: APA 0%, Accenture Cl A 0.9%, Adobe 1.0%, Baxter 0%, Capital One Financial 2.0%, Celanese 0%, ConocoPhillips 3.3%, Deere 0%, IQVIA Holdings 1.9%, Marsh & McLennan 1.0%, Netflix 1.4%, Phillips 66 2.4%, Raymond James Financial 1.0%, Restaurant Depot 0%, Roper Technologies 1.1%, Salesforce 2.5%, Synchrony Financial 0.7%, Sysco 0.6%, Targa Resources 3.4% and arner Bros Discovery 1.2%. **Portfolio holdings are subject to change without notice and are not intended as recommendations of individual stocks.**

Access the full list of holdings for the Oakmark Fund here or visit www.oakmark.com.

The information, data, analyses, and opinions presented herein (including current investment themes, the portfolio managers' research and investment process, and portfolio characteristics) are for informational purposes only and represent the investments and views of the portfolio managers and Harris Associates L.P. as of the date written and are subject to change and may change based on market and other conditions without notice.

This content is not a recommendation of or an offer to buy or sell a security and is not warranted to be correct, complete or accurate.

Certain comments herein are based on current expectations and are considered "forward-looking statements." These forward-looking statements reflect assumptions and analyses made by the portfolio managers and Harris Associates L.P. based on their experience and perception of historical trends, current conditions, expected future developments, and other factors they believe are relevant. Actual future results are subject to a number of investment and other risks and may prove to be different from expectations. Readers are cautioned not to place undue reliance on the forward-looking statements.

EPS refers to Earnings Per Share and is calculated by dividing total earnings by the number of shares outstanding.

ROE refers to return on equity and measures profitability as a percentage of the money shareholders have invested.

The S&P 500 Index is a float-adjusted, capitalization-weighted index of 500 U.S. large-capitalization stocks representing all major industries. It is a widely recognized index of broad, U.S. equity market performance. Returns reflect the reinvestment of dividends. This index is unmanaged and investors cannot invest directly in this index.

The Russell 1000® Value Index measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000® companies with lower price-to-book ratios and lower expected growth values. This index is unmanaged and investors cannot invest directly in this index.

Investing involves risk; principal loss is possible. There is no guarantee the Fund's investment objective will be achieved. Value stocks may fall out of favor with investors and underperform growth stocks during given periods. The Oakmark Fund's portfolio tends to be invested in a relatively small number of stocks. As a result, the appreciation or depreciation of any one security held by the Fund will have a greater impact on the Fund's net asset value than it would if the Fund invested in a larger number of securities. Although that strategy has the potential to generate attractive returns over time, it also increases the Fund's volatility. These and other risk considerations are described in detail in the Fund's prospectus

All information provided is as of 3/31/2026 unless otherwise specified.

Before investing in any Oakmark Fund, you should carefully consider the Fund's investment objectives, risks, management fees and other expenses. This and other important information is contained in a Fund's prospectus and summary prospectus. Please read the prospectus and summary prospectus carefully before investing. For more information, please visit Oakmark.com or call 1-800-OAKMARK (1-800-625-6275).

Natixis Distribution, LLC (Member FINRA | SIPC), a limited purpose broker-dealer and the distributor of various registered investment companies for which advisory services are provided by affiliates of Natixis Investment Managers, is a marketing agent for the Oakmark Funds.

Harris Associates Securities L.P., Distributor, Member FINRA.

FCM-5072MX-07/26