QUARTERLY COMMENTARY

Oakmark International Small Cap Fund

June 30, 2026

SECOND QUARTER 2026

- **The Fund (Investor Class) underperformed the benchmark, the MSCI World ex USA Small Cap Index (net), for the quarter.**
- **At the sector level, information technology and industrials were the largest contributors to performance, while consumer staples and materials were the largest detractors from performance.**
- **Geographically, the top three regional allocations are 58.2% in Europe ex U.K., 12.1% in Japan and 10.4% in the U.K. For the quarter, Japan, Germany and Australia were top contributors to performance. Finland, Canada and Indonesia were top detractors from performance. Emerging markets accounted for 12.2% of the portfolio.**
- **Investor enthusiasm for AI remained a defining market theme in the second quarter. Rather than attempting to predict winners and losers, we continue to evaluate companies based on their competitive advantages, long-term cash-flow potential, and valuation relative to intrinsic value.**

Highlights

Top contributors

- Jenoptik
- Hamamatsu Photonics
- oOh!media

Top detractors

- Valmet
- LANXESS
- Adecco

New purchases

- Birkenstock Holdings
- dormakaba Holding
- Hiab
- Reply
- SATS
- Scout24

Final sales

- Grifols Cl B ADR
- Sopra Steria Group

TOP CONTRIBUTOR | DETRACTOR

Top contributor

Jenoptik was the top contributor during the quarter. Shares of the Germany-headquartered electronic equipment company rallied on strong orders in its semiconductor equipment business as demand from its lithography and inspection customers accelerated significantly. Jenoptik was also the beneficiary of broader positive momentum in the semiconductor equipment market. We view the print as supportive of our semiconductor end-market recovery thesis and indicative of robust earnings growth to come.

Top detractor

Valmet was the top detractor during the quarter. The Finland-headquartered pulp and paper process technology, automation, and services company reported soft results amidst a challenging market backdrop. The European board market remains oversupplied, which is pressuring capital appetite and even service demand as customers run down inventories to free up cash. Service, the strategic core of our thesis, was subdued but looks reasonable given the backdrop, and management expects improvement off the current base. Automation continued to perform well and returned to growth with healthy margins as the strategy delivers, providing a helpful earnings ballast. We view the downturn in board as temporary and see service execution as the key item to monitor, but with guidance maintained and industry rationalization progressing, we believe the long-term thesis remains intact.

PORTFOLIO ACTIVITY

New purchases

Birkenstock Holding is a Germany-headquartered premium footwear company that designs, manufactures, and distributes sandals and closed-toe footwear globally, anchored by a proprietary cork-and-latex footbed with documented orthopedic function. The premium footwear segment benefits from an oligopolistic structure in comfort-focused categories, where brand heritage, proprietary materials, and sustained supply discipline create meaningful barriers to replication. We believe Birkenstock's fully vertically integrated manufacturing model and consistent full-price sell-through distinguish it from conventional footwear peers and support more durable growth and margins than the current share price implies. The stock has de-rated due to a combination of tariff exposure, dollar weakness, and market skepticism about the durability of recent product momentum — concerns we view as transitory or overstated — leaving shares trading at a meaningful discount to our estimate of intrinsic value.

Dormakaba is a Switzerland-headquartered manufacturer and distributor of access solutions — door hardware, electronic access control, and building entrance systems — serving commercial and institutional customers across more than 130 countries. The market remains fragmented, but a handful of large global players continue to take share from a long tail of smaller competitors, supported by high barriers to entry and a cost of failure that gives reputable incumbents durable pricing power. We believe new CEO Till Reuter represents a meaningful upgrade in management quality, bringing a strong track record of operational restructuring and a clear mandate to close the margin gap to peers. The stock has fallen more than 30% from its peak on transitory headwinds, creating what we view as an opportunity to re-establish a position at an attractive discount to intrinsic value.

Hiab provides on-road handling equipment that mounts onto the back of trucks to help customers move heavy goods efficiently and safely. We believe this is a high-quality industrial company operating in an attractive niche market. The industry appears to be at a cyclical trough, but we see attractive long-term growth driven by structural demand for logistics efficiency and growing use cases for on-road handling equipment. Hiab also has a significant margin improvement opportunity via volume leverage as industry volumes recover, self-help initiatives, and the ability to increase the penetration of higher-margin services revenue. Hiab only recently became an independent entity following the break-up of its former parent company, Cargotec, last year. This independence should provide a catalyst for value unlock, with a talented management team now better positioned to drive improved focus, faster execution, and better capital allocation.

Reply is a Turin-headquartered IT services company that operates a federation of approximately 150 domain-specialist boutiques delivering consulting, systems integration, and digital transformation work to large enterprises across Europe and the United States. Reply operates in an attractive segment of knowledge-intensive, fixed-price project work that commands meaningfully higher revenue per employee than commoditized delivery models and is supported by durable enterprise demand for cybersecurity, cloud migration, and application modernization. We believe Reply's decentralized model —

small onshore teams of senior domain experts organized into discrete, incentivized P&L units — positions it to capture productivity gains from AI while protecting the knowledge-arbitrage and outcome-based work that constitutes the majority of its contract mix. The stock has derated sharply alongside the broader sector on fears of structural AI impairment, which we believe are overstated for a business of Reply's scope and contract profile, and we were pleased to initiate a position at a meaningful discount to our estimate of intrinsic value.

SATS Ltd. is a Singapore-headquartered aviation services company providing cargo handling, ground handling, and airline catering to carriers at over 120 airports globally. Cargo handling operates in local oligopolies at established hubs where airport-controlled warehouse access creates meaningful barriers to entry, supporting high renewal rates and pricing with inflation protection. Following its 2023 acquisition of Worldwide Flight Services, SATS is the clear number one in global cargo handling by volume, and we believe its unmatched network scale is driving consistent share gains as airlines consolidate vendors onto global contracts. We believe this positions SATS well for durable revenue growth and margin expansion that is not priced in by the market.

Scout24 is a Germany-headquartered property classifieds platform that connects real estate agents, private sellers, landlords, and apartment seekers across the German residential property market. Online property classifieds benefit from durable network effects, as listings density attracts buyer traffic and buyer traffic attracts listings, creating a self-reinforcing dynamic that makes entrenched leaders structurally difficult to displace. Scout commands the dominant position in this market, with more than one-and-a-half times the listings of its nearest competitor and approximately three-quarters of category traffic, a gap that has widened over time and is supported by deepening workflow integration with agents through its CRM and valuation data assets. The stock has de-rated alongside the broader classifieds sector on concerns that AI will erode the value of portal-based aggregation; we believe these risks are overstated given Scout's proprietary supply-side data, direct app-based traffic, and mission-critical role in agent economics, leaving shares at a meaningful discount to our valuation estimate with significant ARPU runway still ahead.

PORTFOLIO MANAGERS

(Year joined Harris | Oakmark)

David G. Herro, CFA (1992)
Justin D. Hance, CFA (2010)

June 30, 2026

AVERAGE ANNUALIZED TOTAL RETURNS (%)

	Inception date	QTD	YTD	1 yr	3 yrs	5 yrs	10 yrs[1]	Since inception[1]	Expense ratio
Investor Class | OAKEX	11/01/1995	4.82	-3.70	-1.56	9.34	4.18	8.01	8.62	1.33
Advisor Class | OAYEX	11/30/2016	4.92	-3.61	-1.39	9.52	4.36	8.16	8.67	1.17
Institutional Class | OANEX	11/30/2016	4.88	-3.57	-1.31	9.61	4.44	8.24	8.70	1.08
R6 Class | OAZEX	12/15/2020	4.88	-3.57	-1.28	9.64	4.47	8.26	8.70	1.04
MSCI World ex USA Small Cap Index		7.94	7.54	19.36	16.51	6.03	8.91	n/a	
MSCI World ex USA Small Cap Value Index		5.46	5.32	20.20	17.84	8.37	9.15	n/a	

[1] "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 11/1/1995-11/30/2016. 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 11/1/1995-11/30/2016, 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.

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.

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 International Small Cap Fund's total net assets as of 6/30/2026: Adecco 1.4%, Birkenstock Holdings 0.5%, dormakaba Holding 1.0%, Grifols Cl B ADR 0%, Hamamatsu Photonics 1.7%, Hiab 0.6%, Jenoptik 2.0%, LANXESS 1.5%, oOh!media 2.0%, Reply 0.8%, SATS 0.5%, Scout24 0.5%, Sopra Steria Group 0% and Valmet 2.4%. **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 International Small Cap 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.

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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.

The MSCI World ex USA Small Cap Index (Net) is designed to measure performance of small-cap stocks across 22 of 23 Developed Markets (excluding the United States). The index covers approximately 14% of the free float-adjusted market capitalization in each country. This benchmark calculates reinvested dividends net of withholding taxes. This index is unmanaged and investors cannot invest directly in this index.

The MSCI World ex USA Small Cap Value Index (Net) captures small cap securities exhibiting overall value style characteristics across 22 of 23 Developed Markets countries (excluding the United States). The value investment style characteristics for index construction are defined using three variables: book value-to-price, 12-month forward earnings-to-price, and dividend yield. The Total Return Index (Net) includes reinvested dividends net of foreign withholding tax. This index is unmanaged and investors cannot invest directly in this index.

On occasion, Harris may determine, based on its analysis of a particular multi-national issuer, that a country classification different from MSCI best reflects the issuer's country of investment risk. In these instances, reports with country weights and performance attribution will differ from reports using MSCI classifications. Harris uses its own country classifications in its reporting processes, and these classifications are reflected in the included materials.

Investing involves risk; principal loss is possible. There is no guarantee the Fund's investment objective will be achieved. Foreign securities presents risks that in some ways may be greater than U.S. investments. Those risks include: currency fluctuation; different regulation, accounting standards, trading practices and levels of available information; generally higher transaction costs; and political risks. Value stocks may fall out of favor with investors and underperform growth stocks during given periods. The 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.

Smaller companies often involve more risk than the stocks of larger companies. Stocks of small companies tend to be more volatile and have a smaller public market than stocks of larger companies. Small companies may have a shorter history of operations than larger companies, may not have as great an ability to raise additional capital and may have a less diversified product line, making them more susceptible to market pressure. These and other risk considerations are described in detail in the Fund's prospectus.

All information provided is as of 6/30/2026 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).

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