WASATCH GLOBAL INVESTORS

Quarterly Commentary

Investor FMIEX / Institutional WILCX

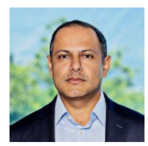
Wasatch Global Value Fund

JUNE 30, 2026

PORTFOLIO MANAGERS

David Powers, CFA, CAIA, CPA
Lead Portfolio Manager

12 YEARS ON FUND / 12 YEARS AT WASATCH



Nakul Chaturvedi
Associate Portfolio Manager

2 YEAR ON FUND / 2 YEAR AT WASATCH

OVERVIEW

Global equities broadly finished the second quarter higher despite volatility driven by events in the Middle East. As the quarter progressed, investors increasingly came to anticipate that an easing of the hostilities between the U.S. and Iran would enable shipping through the Strait of Hormuz to return to more or less normal levels. Equity gains were supported by optimism that a significant source of pressure on global growth and inflation had been removed, although the impact across sectors varied widely. In this vein, European-bank stocks benefited notably from the easing of kinetic military activity whereas energy and materials stocks essentially saw a reversal of the prior quarter's gains. Another trend was strength in the technology sector, which saw outsized returns for companies providing chips and connectivity equipment essential to the buildout of artificial intelligence (AI) infrastructure.

The market's shift to a risk-on posture was not ideal for our positioning of the Wasatch Global Value Fund, and it consequently underperformed relative to the benchmark. The Fund gained 3.13% in the second quarter but lagged the 10.57% return for the MSCI AC World Value Index. The most significant detractors to Fund performance included an underweight to information technology (IT) and selection within communication services. The Fund outperformed in industrials and financials. We'll talk more about the Fund's positioning in the Outlook and Positioning section at the end of this commentary.

DETAILS OF THE QUARTER

The performance data quoted represents past performance. Past performance does not guarantee future results. Current performance may be lower or higher than the data quoted. For the most recent month-end performance data, visit wasatchglobal.com. Investment returns and principal value will fluctuate and shares, when redeemed, may be worth more or less than their original cost. The Advisor may absorb certain expenses, without which total returns would have been lower. Wasatch Funds will deduct a 2% redemption fee on Fund shares held 60 days or less. Performance data do not reflect this redemption fee or taxes. ***Total Expense Ratio: Investor Class—Gross 1.16%, Net 1.10% / Institutional Class—Gross 1.18%, Net 0.95%. The Advisor has contractually agreed to limit certain expenses to 1.10% for the Investor Class and 0.95% for the Institutional Class through at least 1/31/2027.***

Significant individual contributors to the Fund's relative performance included semiconductor manufacturing company Intel Corp. (INTC). Intel designs and manufactures computer components, including central-processing units (CPUs), which essentially compose a computer's brain. The stock participated in the quarter's surge in sentiment concerning semiconductor companies. More importantly, Intel has benefited from spiking demand for CPU processing power driven by the move to develop agentic AI systems that deploy large language model (LLM) agents to independently reason out and execute complex tasks. In addition, in early 2024 the company launched its own foundry dedicated to AI manufacturing, with the intention of offering capacity to external clients in areas including wafer fabrication, packaging and testing. Intel Foundry has posted steep losses to date, but the quarter saw strong indications of interest from several of the largest technology companies in securing production capacity.

Centene Corp. (CNC) is a Medicaid and Medicare managed-care organization (MCO). Along with other MCOs, Centene has been challenged by higher patient-utilization costs and government reimbursement rates that have not kept pace. The stock plummeted in June of 2025 after management withdrew guidance in the face of lower-than-expected enrollment growth and higher-than-expected medical costs. Centene raised guidance and posted first-quarter earnings that significantly beat expectations, driven by improved revenues and a modestly lower medical loss ratio (the percentage of premium revenues spent on medical claims). Sentiment regarding the stock was further supported by the U.S. government's proposed increase in 2027 Medicare Advantage payments.

Dutch bank ING Groep NV posted strong results driven by higher interest and fee income. More broadly, European banks have displayed robust fundamentals over the last several quarters, as reflected in loan growth and fee income, while engaging in share buybacks and raising dividends. The segment suffered in the first quarter because of concerns that the U.S.-Iran conflict would derail a previously constructive economic backdrop but rebounded in the second quarter as risk sentiment recovered because of signs of stabilization in the Middle East.

On the downside, the Fund's large position in the French multinational integrated-energy company TotalEnergies SE was a leading detractor. The stock performed well in the first quarter because of a sharp increase in energy prices in the wake of the late-February launch of the U.S.-Iran war. TotalEnergies is the largest exporter of liquid natural gas (LNG) from the U.S. and has thus been a beneficiary of the disruption in the LNG supply from Qatar to Europe, which resulted from the U.S.-Iran conflict. The price of oil dipped by roughly 25% in the second quarter on a tentative cease fire and partial reopening of shipping through the Strait of Hormuz, lowering TotalEnergies stock and energy stocks more broadly. TotalEnergies has a high-quality and diversified portfolio of oil, gas and renewable production assets along with a solid balance sheet and a strong track record of share buybacks.

Shionogi & Co. Ltd. is a Japanese pharmaceutical company. The company has been digesting several recent acquisitions designed to expand its treatment portfolio and pipeline, and the market has been looking for progress on revenue growth and cost reductions. Shionogi lowered guidance and reported an earnings miss in the quarter driven by higher costs, which sent the stock down. We view the current valuation as more than reflecting Shionogi's integration challenges and believe the stock is poised to rebound as the company realizes synergies.

Amdocs Ltd. provides IT services to telecommunication companies as they seek to digitally transform operations and customer service; leading clients include AT&T and T-Mobile. Amdocs posted a solid quarter, with a slight earnings beat and modestly higher guidance. However, sentiment concerning IT-services companies has suffered from fears that AI will displace significant portions of these companies' business models, leading investors to lower valuation estimates across the segment. Amdocs has been actively engaged in using AI to enhance its value proposition, including by introducing an agentic operating system designed specifically for the telecom industry. However, the company is still in the early days of seeing financial returns from this initiative against the backdrop of tighter IT budgets. The retirement of the long-time Amdocs CFO added another source of uncertainty regarding the stock. We think this mix of uncertainty is reflected in the stock price, and we maintained our position. *(Current and future holdings are subject to risk and change.)*

OUTLOOK AND POSITIONING

As the U.S.-Iran war continued and commodity prices remained elevated, we shifted positioning in the second quarter to be incrementally more defensive and less cyclically sensitive on the view that upward pressure on inflation would inevitably weigh on the global economy. However, investors appeared to look past those concerns and rewarded areas of the market that we viewed as less attractively valued and in which we were modestly underweight. In addition, the quarter saw extreme outperformance by stocks of companies benefiting from the flood of spending on AI infrastructure, most notably those addressing bottlenecks in areas such as memory, connectivity and power management.

The narrowing of market leadership and rapid shift to a risk-on market on the heels of a tentative U.S.-Iran cease fire did not favor our stock-selection process. However, this quarter is not the first time we have faced such headwinds, and rather than lament their impact we prefer to assess how the market is poised going forward.

In this vein, we view the AI narrative as having significant underpinnings and as not yet having reached bubble proportions. While remaining true to our long-established value-driven investment philosophy and process, we are actively evaluating areas that have fallen out of favor but may yet be beneficiaries of enthusiasm about AI. These potential beneficiaries include some beaten-down software companies with the potential to create value for their end markets by integrating AI into their platforms. What we are not looking to do is chase momentum-oriented stocks that we view as more than fully priced.

As always, we will continue to adhere to our value-oriented stock-selection discipline regardless of the short-term direction the markets move in response to a shifting macroeconomic and geopolitical backdrop.

Thank you for the opportunity to manage your assets.

Sincerely,

David Powers and Nakul Chaturvedi

TOTAL RETURNS

FOR PERIODS ENDED JUNE 30, 2026

	Quarter*	1 Year	3 Years	5 Years	10 Years
Global Value Fund—Investor	3.13%	23.68%	18.36%	11.88%	11.24%
Global Value Fund—Institutional	3.17%	23.93%	18.55%	12.06%	11.41%
MSCI AC (All Country) World Value Index**	10.57%	23.05%	17.47%	10.36%	10.09%

**Returns less than one year are not annualized.*

The performance data quoted represents past performance. Past performance does not guarantee future results. Current performance may be lower or higher than the data quoted. To obtain the most recent month-end performance data available, please visit wasatchglobal.com. The Advisor may absorb certain Fund expenses, without which total returns would have been lower. Investment returns and principal value will fluctuate and shares, when redeemed, may be worth more or less than their original cost. **Total Expense Ratio: Investor Class—Gross 1.16%, Net 1.10% / Institutional Class—Gross 1.18%, Net 0.95%.**

Total Annual Fund Operating Expenses include operating expenses, including the management fee, before any expense reimbursements by the Advisor. **The Advisor has contractually agreed to limit certain expenses to 1.10% for the Investor Class and 0.95% for the Institutional Class through at least 1/31/2027.** See the prospectus for additional information regarding Fund expenses.

Wasatch Funds will deduct a 2.00% redemption fee on Fund shares held 60 days or less. Performance data do not reflect the deduction of fees or taxes, which if reflected, would reduce the performance quoted. For more complete information including charges, risks and expenses, read the prospectus carefully.

Investments in value stocks can perform differently from the market as a whole and other types of stocks and can continue to be undervalued by the market for long periods of time. Investing in foreign securities, especially in emerging and frontier markets, entails special risks, such as currency fluctuations and political uncertainties, which are described in more detail in the prospectus. Loss of principal is a risk of investing.

An investor should consider investment objectives, risks, charges and expenses carefully before investing. To obtain a prospectus, containing this and other information, visit wasatchglobal.com or call 800.551.1700. Please read the prospectus carefully before investing.

Information in this document regarding market or economic trends, or the factors influencing historical or future performance, reflects the opinions of management as of the date of this document. These statements should not be relied upon for any other purpose.

The Wasatch Global Value Fund's investment objectives are to seek capital appreciation and income.

** The MSCI AC (All Country) World Value Index captures large- and mid-cap securities exhibiting overall value style characteristics across 23 developed-market countries and 24 emerging-market countries.

Indexes are unmanaged. Investors cannot invest directly in these or any indexes.

The MSCI information may only be used for your internal use, may not be reproduced or redisseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties or originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)

GLOBAL VALUE FUND — TOP 10 HOLDINGS

AS OF MARCH 31, 2026

Security Name	Percent of Net Assets
TotalEnergies SE	4.4%
Johnson & Johnson	4.4%
Citigroup, Inc.	3.9%
JPMorgan Chase & Co.	3.7%
Novartis AG	3.4%
Exelon Corp.	3.3%
KT&G Corp.	3.3%
Duke Energy Corp.	3.3%
Chevron Corp.	3.1%
United Overseas Bank Ltd.	2.9%
Total	35.6%

Portfolio holdings are subject to change at any time. References to specific securities should not be construed as recommendations by the Fund or its Advisor. Current and future holdings are subject to risk.