

# American Beacon

## The London Company Income Equity Fund



Quarterly Attribution data as of December 31, 2025

### TOTAL RETURNS (%) & MORNINGSTAR RANKINGS

	EXPENSE RATIOS (%)									
	Gross	Net	NAV	QTR	YTD	1 YR	3 YR	5 YR	10 YR	
<b>R5 Class: ABCIX</b>	<b>0.78</b>	<b>0.78</b>	<b>20.35</b>	<b>-1.44</b>	<b>14.09</b>	<b>14.09</b>	<b>10.42</b>	<b>8.37</b>	<b>9.84</b>	
Russell 1000 Value Index <sup>1</sup>				3.81	15.91	15.91	13.90	11.33	10.53	
% Rank / # of funds in category: Large Value						64 / 1,107	86 / 1,059	93 / 995	76 / 832	
<i>Class Inception: 5/29/12. Periods more than one year have been annualized.</i>										

Performance shown is historical and is not indicative of future returns. Investment returns and principal value will vary, and shares may be worth more or less at redemption than at original purchase. Performance shown is as of date indicated, and current performance may be lower or higher than the performance data quoted. To obtain performance as of the most recent month end, please visit [americanbeaconfunds.com](http://americanbeaconfunds.com) or call 800.967.9009.

### TOP 10 HOLDINGS (%)

Fund	SECTOR WEIGHTINGS (%)	Fund	Index <sup>1</sup>
Corning Inc.	Information Technology	26.6	11.3
Apple Inc.	Financials	21.0	22.3
Norfolk Southern Corporation	Industrials	16.9	12.8
BlackRock, Inc.	Health Care	6.8	12.1
Philip Morris International Inc.	Consumer Staples	6.8	7.2
Charles Schwab Corp	Consumer Discretionary	5.8	7.6
Johnson & Johnson	Utilities	3.8	4.4
TE Connectivity plc	Materials	3.6	4.1
Berkshire Hathaway Inc. Class B	Communication Services	3.5	8.6
Cummins Inc.	Energy	3.5	5.6
<b>Total Fund Holdings</b>	<b>28</b>	<b>1.6</b>	<b>4.0</b>

Ending weights as of 12/31/25. Excludes cash.

### TOTAL FUND ASSETS

<b>\$1.1 billion</b>	
<b>SUB-ADVISOR (%)</b>	
The London Company of Virginia, LLC	100.0
<b>SEC 30-DAY YIELD (%)</b>	
R5	1.56
<b>Distribution Frequency</b>	<b>Monthly</b>
<b>PORTFOLIO STATISTICS</b>	<b>Fund</b> <b>Index<sup>1</sup></b>
1-Year ROE	19.2 17.9
Forward P/E Ratio	20.5 18.6
P/B Ratio	3.9 2.8
Weighted Avg. Market Cap (\$ bil)	540.0 401.3

### TOP CONTRIBUTORS

	Return (%)	Contribution to Fund <sup>2</sup>
Cummins Inc.	21.4	69 bps
Johnson & Johnson	12.3	44 bps
Corning Inc.	7.1	40 bps
Cisco Systems, Inc.	13.3	39 bps
Apple Inc.	6.9	39 bps

### TOP DETRACTORS

	Return (%)	Contribution to Fund <sup>2</sup>
Nintendo Co., Ltd. Unsponsored ADR	-21.0	-92 bps
Fastenal Company	-17.7	-58 bps
Blackrock, Inc.	-7.8	-39 bps
Air Products and Chemicals, Inc.	-8.8	-34 bps
Progressive Corporation	-7.8	-30 bps

### SECURITY ATTRIBUTION (R5 CLASS)

#### Performance Commentary for the Quarter Ended December 31, 2025 (Attribution vs. Russell 1000 Value Index)

#### Security selection – negative / Sector allocation – positive

- From a security selection perspective, holdings in the Information Technology, Communication Services and Industrials sectors detracted from relative performance.
- From a sector allocation perspective, the Fund's overweight allocation to the Information Technology sector contributed to relative performance. Conversely, the Fund's underweight allocation to the Health Care sector detracted from relative performance.

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Any opinions herein, including forecasts, reflect our judgment as of the end of the quarter and are subject to change. This report is not a complete analysis of market conditions and therefore, should not be relied upon as investment advice.

**3-YEAR RISK SUMMARY**

	Fund	MARKET-CAP EXPOSURE (%)	Fund	Index <sup>1</sup>	MARKET-CAP EXPOSURE (%)	Fund	Index <sup>1</sup>
Alpha	-1.22	\$1 Billion - \$5 Billion	0.0	0.9	\$50 Billion - \$100 Billion	37.6	15.3
Beta	0.85	\$5 Billion - \$10 Billion	0.0	4.1	\$100 Billion - \$500 Billion	39.8	39.1
R2	0.88	\$10 Billion - \$25 Billion	0.0	11.5	\$500 Billion - \$1 Trillion	0.0	6.1
Sharpe Ratio	0.49	\$25 Billion - \$50 Billion	9.0	13.2	Greater than \$1 Trillion	13.6	9.9
Standard Deviation	11.48						

**3-MONTH ATTRIBUTION – ECONOMIC SECTOR** (September 30, 2025 – December 31, 2025)

	Average Weights			Base Returns			Value Added		
	Fund	Index <sup>1</sup>	Difference	Fund	Index <sup>1</sup>	Difference	Allocation	Selection	Total <sup>3</sup>
Information Technology	26.38	11.03	15.36	3.46	12.45	-8.99	1.27	-2.24	-0.97
Financials	20.59	22.12	-1.53	-0.95	2.50	-3.45	0.02	-0.70	-0.68
Industrials	16.85	12.82	4.03	-3.14	3.12	-6.27	-0.03	-1.09	-1.11
Consumer Staples	6.75	7.40	-0.66	-3.60	0.29	-3.89	0.03	-0.29	-0.26
Health Care	6.71	12.07	-5.36	4.95	8.32	-3.37	-0.24	-0.21	-0.45
Consumer Discretionary	5.81	7.72	-1.91	-2.01	-0.04	-1.98	0.08	-0.12	-0.05
Communication Services	4.21	8.39	-4.18	-20.99	6.28	-27.27	-0.09	-1.19	-1.28
Utilities	3.91	4.64	-0.74	-3.12	-1.06	-2.07	0.03	-0.09	-0.06
Materials	3.69	4.00	-0.30	-8.82	2.44	-11.26	—	-0.43	-0.43
Energy	3.49	5.74	-2.25	-0.76	1.52	-2.28	0.06	-0.09	-0.02
Real Estate	1.62	4.07	-2.45	-6.80	-2.20	-4.60	0.15	-0.08	0.07

May not equal 100% due to rounding.

**12-MONTH ATTRIBUTION – ECONOMIC SECTOR** (December 31, 2024 – December 31, 2025)

	Average Weights			Base Returns			Value Added		
	Fund	Index <sup>1</sup>	Difference	Fund	Index <sup>1</sup>	Difference	Allocation	Selection	Total <sup>3</sup>
Information Technology	23.18	9.75	13.43	28.06	28.91	-0.84	2.10	-0.30	1.80
Financials	23.08	22.86	0.22	8.91	18.03	-9.11	0.08	-2.28	-2.20
Industrials	15.04	13.68	1.36	14.46	19.74	-5.28	-0.04	-0.93	-0.97
Consumer Staples	10.13	7.88	2.24	17.20	5.63	11.56	-0.08	1.68	1.60
Consumer Discretionary	6.30	7.00	-0.70	-2.39	6.22	-8.61	0.02	-0.60	-0.58
Communication Services	4.98	6.52	-1.54	3.14	31.73	-28.59	-0.19	-0.98	-1.17
Health Care	4.48	12.91	-8.43	30.34	10.89	19.45	0.93	0.35	1.28
Materials	4.32	4.12	0.20	-12.66	13.85	-26.51	0.01	-1.28	-1.27
Utilities	3.51	4.73	-1.22	13.94	15.13	-1.19	-0.04	-0.04	-0.08
Energy	3.18	6.15	-2.97	10.12	9.12	1.00	0.26	0.04	0.30
Real Estate	1.80	4.40	-2.60	2.82	3.73	-0.91	0.33	0.01	0.34

May not equal 100% due to rounding.

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**Important Information:** All investing involves risk, including possible loss of principal. Indexes are unmanaged and one cannot invest directly in an index.

1. The Russell 1000® Value Index is an unmanaged index of those stocks in the Russell 1000® Index with lower price-to-book ratios and lower forecasted growth values. Source: London Stock Exchange Group

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2. Contribution in basis points to the Fund's absolute return on a gross basis.

3. Contribution to the Fund's relative return on a gross basis.

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