Share repurchase methodology

January 1, 2025 through December 31, 2025

This document describes how Yavqo sizes and prices share repurchases, how the program is governed, and how repurchase activity is reported to shareholders.

Authorization and governance

The Board of Directors authorizes the program and reviews it quarterly. The Audit Committee monitors execution. Repurchases are made under a written trading plan adopted in accordance with Rule 10b5-1, which permits purchases during open windows and during blackout periods without further management discretion.

Execution

Purchases are executed by a broker in the open market, subject to volume, price and timing parameters set in advance. The company sets a maximum price for each tranche based on its internal valuation model and does not purchase above that price. Shares are retired upon settlement.

Price and volume parameters

Parameter	Selected
Maximum purchase price	$192.75 per share
Daily volume limit	25% of average daily volume
Minimum liquidity buffer	$60B
Program term	24 months
Funding source	Operating cash flow and cash on hand

Valuation and disclosure

Intrinsic value assessment

The company maintains a discounted cash flow model that is updated each quarter. The model produces a range of value indications based on a weighted average cost of capital between 7.5% and 9.0%, terminal growth between 2.0% and 3.5%, and revenue growth scenarios derived from the long-range plan. Repurchases are permitted when the market price is below the midpoint of that range, and are accelerated when the price is below the low end.

The framework is not a forecast of the share price and does not guarantee that repurchases will be accretive. It is intended to ensure that capital is returned only when alternative uses — organic investment, acquisitions and debt reduction — offer lower expected returns.

Reporting

Repurchase activity is disclosed quarterly in the earnings release and in filings with the Securities and Exchange Commission. This report is published alongside the company's valuation materials so that shareholders can reconcile the price paid with the company's own estimate of value.

Disclosures

The program may be suspended at any time. Repurchases reduce shares outstanding and therefore affect per-share metrics; they do not change the company's underlying operating results. Past repurchases are not indicative of future activity.