

2025 Year Ahead

Two “puts” make a right
After 20% back-to-back

Mid-year: 7,000

Year-end: 6,600



fundstrat

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EXECUTIVE SUMMARY

There are strong tailwinds supportive of stocks in 2025. **But we see this as a tale of “two years”**

- **BASE CASE:** Equity risk-on first half, S&P 500 **7,000**. Visibility weakens, YE 2025 at **6,600**.
- **THESIS: TWO “PUTS” MAKE IT RIGHT:**
 - Fed “put” as inflation eases and Fed focuses on supporting employment
 - Trump “put” as White House implements policies to boost confidence & EPS
 - Re-allocation of investor capital from cash/bonds to equities
- **TALE OF TWO HALFS:** After back-to-back 20% gains:
 - 5 precedents since 1871. Cumulative 4-yr +69% vs 2021-2024 tracking +27% (1-yr left)
 - 4 of 5 precedents saw stocks fall 3rd Year. Only positive was 1996.
 - 5 of 5 precedents saw **stocks do worse in second half of year 3** (2025)
- **WHAT COULD GO WRONG:** To us, the downside risks are:
 - DOGE too effective and GDP falls on spending cuts
 - Tariffs are actually implemented and GDP impacted
- **EPS:** We see 2025/2026 EPS growth to \$275/\$300 (yoy 13%/9%) cyclical driven EPS.
 - corporate capex fell past few years, but easing FCIs mean capex recovers.
 - potential GDP recoveries in Europe/Asia and
 - weaker USD suggests upside to EPS.
 - Productivity improving.
- **P/E:** P/E expanding in 2025 towards 22X P/E '26E (vs 21X P/E '25E today). Since 1937, the highest P/E realized when yields 3.5% to 5.5%. When between 4% to 5%, P/E is >18X 65% of the instances.

- **BEST IDEAS:** top sector pick **Small-cap (\$IWM), Financials (\$XLF), Industrials (\$XLI), & Bitcoin-related.**
- **2025 S&P 500 TARGET: Mid-year 7,000. Year-end 6,600** which is 22X 2026 EPS of \$300.



STRATEGISTS: YE '25 S&P 500 Targets

STRATEGISTS: Strategist Estimates for 2025

YE '25


Source: Fundstrat, Bloomberg

| Firm | Strategist | YE '25 S&P 500 Target | FY '25 EPS Est. | FY '26 EPS Est. |
|---------------------|---------------------|--------------------------|--------------------|--------------------|
| Oppenheimer | John Stoltzfus | 7,100 | \$275 | - |
| Wells Fargo | Chistopher Harvey | 7,007 | \$274 | \$319 |
| Deutsche Bank | Binky Chadha | 7,000 | \$282 | - |
| Yardeni Research | Ed Yardeni | 7,000 | \$285 | \$320 |
| Societe Generale | Manish Kabra | 6,750 | \$271 | - |
| BMO | Brian Belski | 6,700 | \$275 | - |
| HSBC | Nicole Inui | 6,700 | \$268 | - |
| Natixis | Emilie Tetard | 6,700 | - | - |
| Bank of America | Savita Subramanian | 6,666 | \$275 | - |
| Scotia Bank | Hugo Ste-Marie | 6,650 | \$255 | \$296 |
| Fundstrat | Tom Lee | 6,600 | \$260 | \$300 |
| Barclays | Venu Krishna | 6,600 | \$271 | - |
| RBC Capital Markets | Lori Calvasina | 6,600 | \$271 | - |
| Ned Davis Research | Ed Clissold | 6,600 | \$254 | - |
| CFRA | Sam Stovall | 6,585 | \$272 | - |
| Morgan Stanley | Michael Wilson | 6,500 | \$271 | \$303 |
| Goldman Sachs | David Kostin | 6,500 | \$268 | \$288 |
| JP Morgan | Dubravko Lakos-Buj: | 6,500 | \$270 | - |
| Citi | Scott Chronert | 6,500 | \$270 | - |
| UBS | Jonathan Golub | 6,400 | \$257 | \$275 |
| BNP Paribas | Dennis Jose | 6,300 | \$270 | - |
| Cantor | Eric Johnston | 6,000 | \$267 | - |
| BCA Research | Peter Berezin | 4,450 | - | - |
| Stifel | Barry Bannister | - | \$252 | - |
| Evercore ISI | Julian Emanuel | - | \$248 | - |

Our YE 2025 inline with Street



| | | | |
|-------------|-------|-------|-------|
| Average | 6,539 | \$268 | \$300 |
| Median | 6,600 | \$270 | \$300 |
| High | 7,100 | \$285 | \$320 |
| Low | 4,450 | \$248 | \$275 |
| # Estimates | 23 | 23 | 7 |

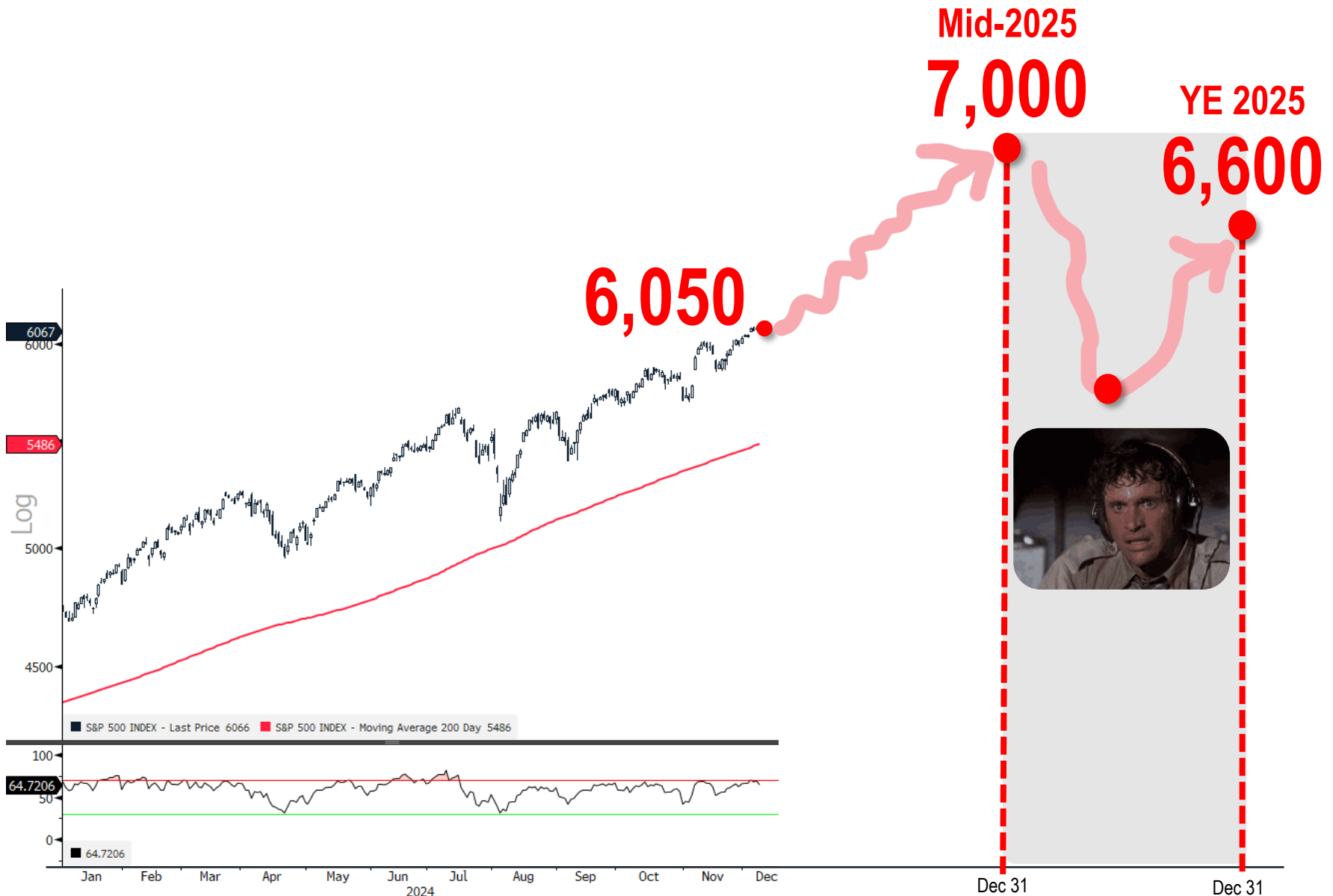
A close-up photograph of a man with dark hair wearing a headset, looking intently at a computer screen. The background is dark and out of focus.

**2025? after
back to back +20%**

Source: Internet



2025 YEAR AHEAD: Better first half, worse second half



SPX Index (S&P 500 INDEX) SPX 1Y Daily 31DEC2023-09DEC2024 Copyright© 2024 Bloomberg Finance L.P. 09-Dec-2024 12:04:40

Source: Fundstrat, Bloomberg



BACK-2-BACK 20%: 2024 3-yr cumulative lower vs 5 precedents

Instances S&P 500 Annual Return $\geq +20\%$ for 2 Consecutive years
Since 1871*

Macro Research

| Signal Year | 3-yr trailing | Year -2 | Back to back +20% | | Forward return | | 2-yr forward | Year 3 | 3-yr forward |
|-------------|---------------|---------|-----------------------------|--------|----------------|---------|----------------|--------|---------------|
| | Year -2 to 0 | | Year -1 | Year 0 | Year +1 | Year +2 | Year +1 and +2 | | Year +1 to +3 |
| 1880 | 91% | 11% | 43% | 21% | -4% | -2% | -6% | -11% | -16% |
| 1928 | 82% | 4% | 27% | 38% | -12% | -28% | -37% | -47% | -67% |
| 1936 | 72% | -5% | 41% | 28% | -39% | 25% | -24% | -5% | -27% |
| 1955 | 71% | -7% | 45% | 26% | 3% | -14% | -12% | 38% | 21% |
| 1996 | 59% | -2% | 34% | 20% | 31% | 27% | 66% | 20% | 98% |
| Average | 75% | 0% | 38% | 27% | -4% | 1% | -3% | -1% | 2% |
| 2024 | 27% | -19% | 24% | 27% | | | | | |

3-yr gain

'21-'24 lower

Source: Fundstrat, Bloomberg, FRED

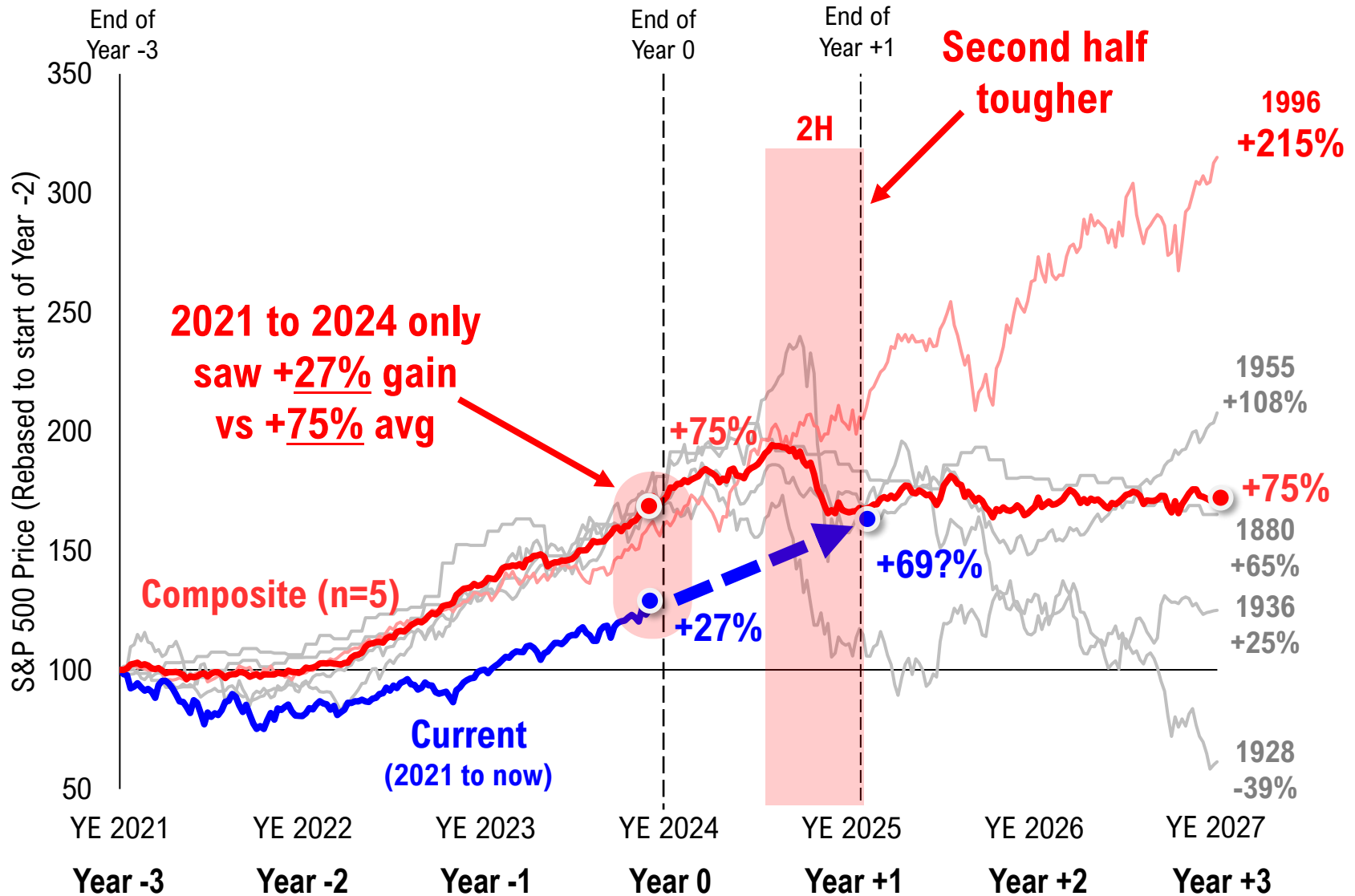
*Cowles Index used from 1870-1927, S&P 500 Index used from 1928-2024



BACK-2-BACK 20%: 2021-2024 cumulative returns trail precedents

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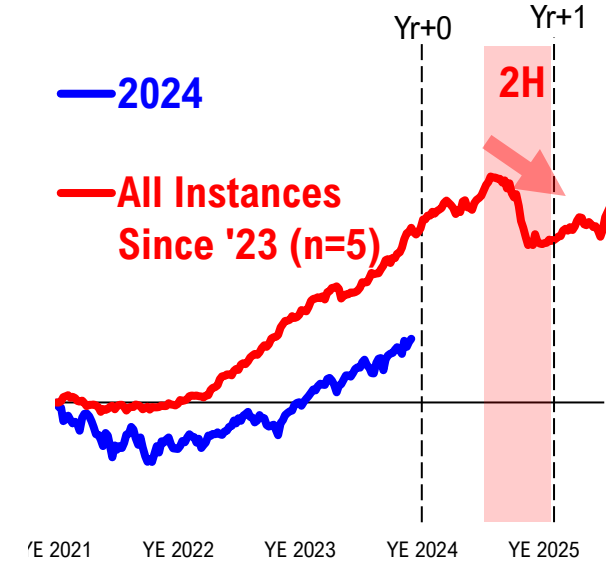
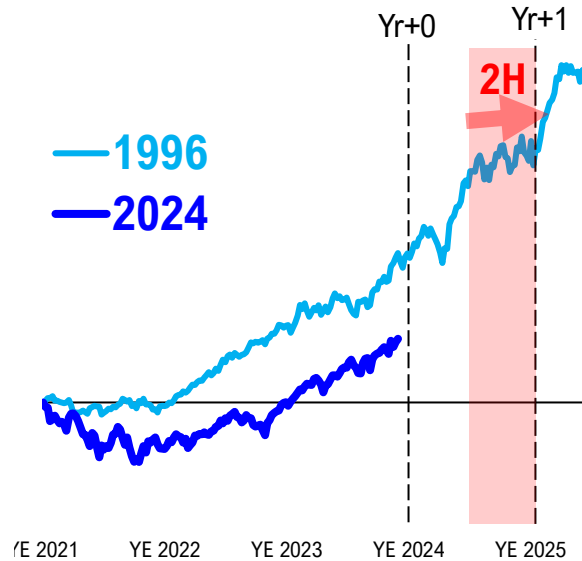
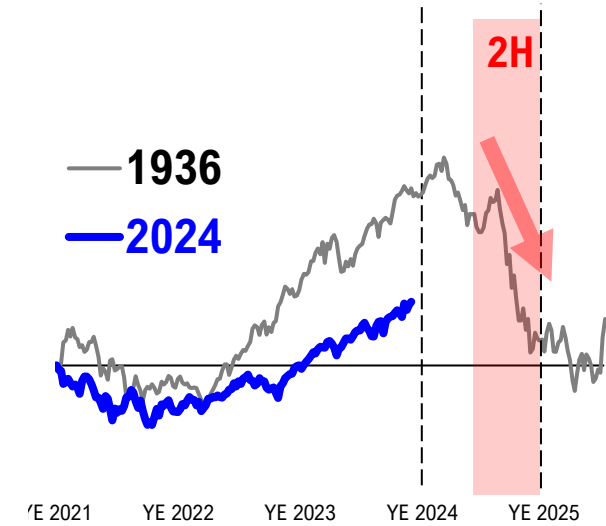
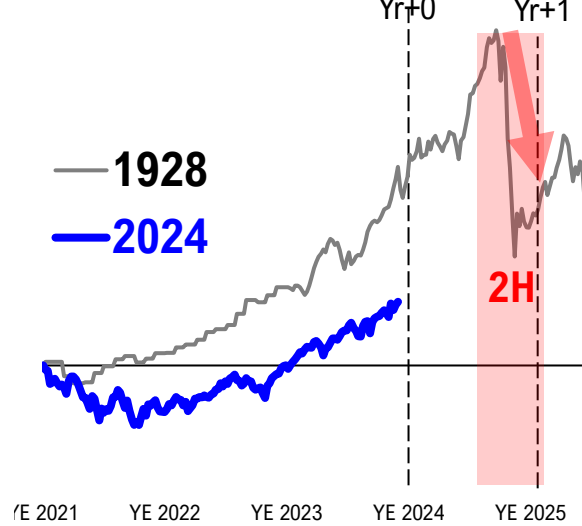
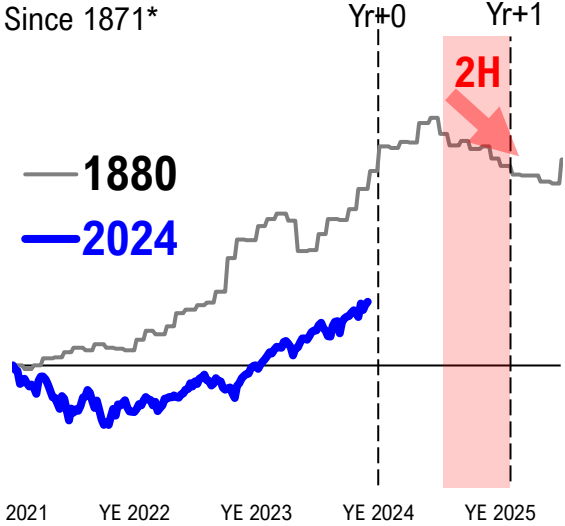


Second half sees worse returns

BACK-2-BACK 20%: Second half Year+1 (2025) tougher...unless 1997

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Since 1871*



Source: Fundstrat, Bloomberg, FRED

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2025: Key Themes and Market Expectations

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 - SPACE – AI/Labor** → Musk involvement in new White House moves “space” forward
 - LONGEVITY – Millennials** → Millennials are the most “obese” generation ever. MAHA
 - DOGE – Easing financial conditions + AI** → Palantir/AI gain from DOGE
- **STOCK PICKING:** Correlations between stocks falling to 20 year lows.
 - Good for stock picking → SMID Granny Shots, Newton’s upticks
 - reduced impact from macro drivers, except Fed
- **ROTATION OUT OF “RISK-FREE”:** Capitulation of “cash is a strategy”

Source: Fundstrat



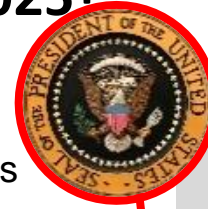
UNKNOWNNS: What will market resolve in 2025?



White House

Impact on equities

1H 2H

- **INFLATION:** Inflation tracks sub-3% on housing and used cars
- **FINANCIAL CONDITIONS:** FCI ease as Fed ends “inflation war”
- **MORTGAGE RATES:** 30-yr drops to 6% as spread to 10Y normalizes



-  **DOGE:** How effective will the efforts of Elon and Vivek be?
-  **TARIFFS + DEPORTATIONS:** Impact unknown

- **GLOBAL GROWTH:** Lift as Europe/or China emerge from stagnation
- **PENT-UP DEMAND:** US companies expand due to pent-up demand
- **BROADENING PROFITS:** S&P 500 profits gain >10%
- **SENTIMENT:** Investors become bullish
- **INVESTOR FLOWS:** Investors allocate out of cash into equities

| | 1H | 2H |
|------------------------|----|----|
| INFLATION | ↑↑ | ↑↑ |
| FINANCIAL CONDITIONS | ↑↑ | ↑↑ |
| MORTGAGE RATES | ↑ | ↑ |
| DOGE | ↑ | ↓ |
| TARIFFS + DEPORTATIONS | ↓ | ↓ |
| GLOBAL GROWTH | ↓↓ | ↑ |
| PENT-UP DEMAND | ↑ | ↑↑ |
| BROADENING PROFITS | ↑↑ | ↑↑ |
| SENTIMENT | ↑ | ↓ |
| INVESTOR FLOWS | ↑↑ | ↑ |

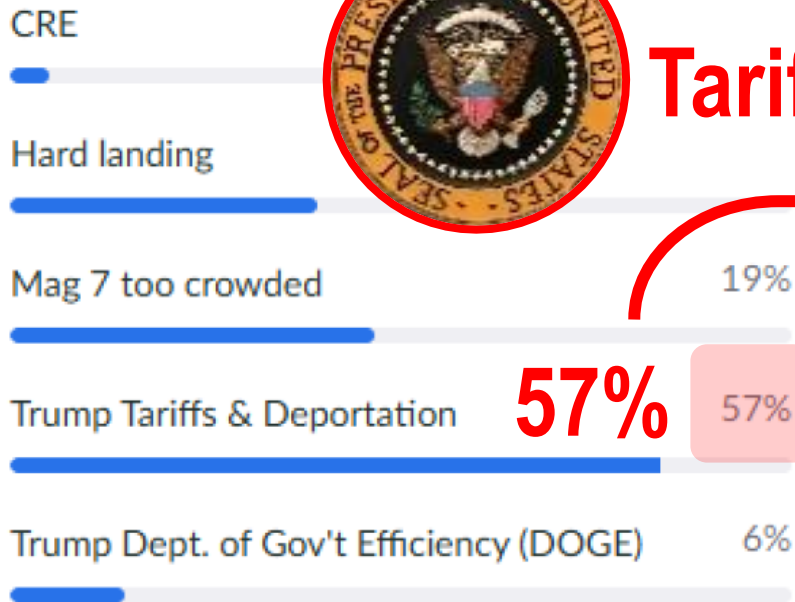
Source: Fundstrat



7. What do you see as the biggest risk to markets?

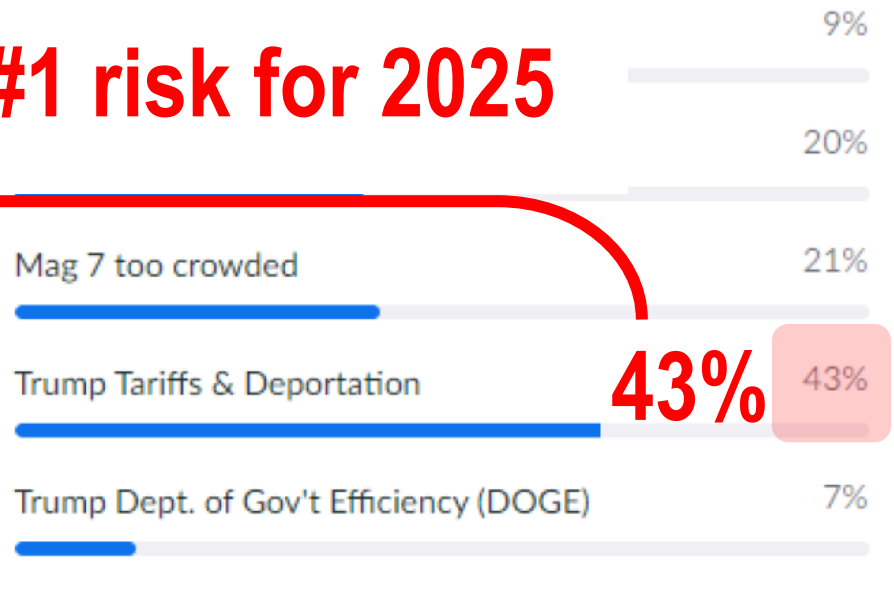


White House Today (11/26/2024)



Today (11/26/2024)

Tariffs #1 risk for 2025



Source: Fundstrat



TARGET: S&P 500 YE Target 6,600

| | <u>Mid-year</u> fundstrat | <u>YE 2025</u> fundstrat |
|--------------------------------|------------------------------|-----------------------------|
| 2026 EPS (% vs 2025) | \$300 (+9%) | \$300 (+9%) |
| P/ '26E EPS | 23.3X | 22.0X |
| Implied Price | 7,000 | 6,600 |
| Market breadth | Expanding | Expansive |

**P/E de-rates in
second half of 2025**



Source: Fundstrat



P/E: Expanding by 2.0X P/E Year +1... not demanding

'25 and '26 PE Ratio and FCF Yield by Sector

Sorted from Highest to Lowest, '26 EPS

Macro Research

| Sector | PE Ratio ('25 EPS) | FCF Yield ('25) | PE Ratio ('26 EPS) | FCF Yield ('26) |
|----------------------------|--------------------|-----------------|--------------------|-----------------|
| 1 FANG+ | 32x | 2.7% | 27x | 3.3% |
| 2 Tech ex-FANG+ | 24x | 3.8% | 21x | 4.6% |
| 3 Consumer Staples | 22x | 3.8% | 21x | 4.3% |
| 4 Industrials | 23x | 3.9% | 20x | 4.7% |
| 5 Discretionary ex-FANG+ | 20x | 4.9% | 18x | 5.1% |
| 6 Real Estate | 19x | 4.2% | 18x | 4.7% |
| 7 Materials | 20x | 4.1% | 17x | 4.9% |
| 8 Utilities | 18x | -1.3% | 17x | -0.2% |
| 9 Healthcare | 18x | 5.5% | 16x | 6.1% |
| 10 Financials | 17x | 4.2% | 15x | 3.6% |
| 11 Energy | 14x | 7.4% | 12x | 8.5% |
| 12 Comm. Services ex-FANG+ | 11x | 10.4% | 11x | 11.0% |
| S&P 500 | 22x | 3.8% | 20x | 4.4% |
| S&P 500 ex-FANG+ | 19x | 4.4% | 17x | 5.0% |

Year+1 P/E expands from 20X to 22X

**Current P/E
Year +1**

Source: Fundstrat, Bloomberg, Factset



SECTOR: Top Sectors + Upgrades/Downgrades

S&P 500 Sector Views and #1 Sector Pick Performance

OW = Overweight. UW = Underweight. N = Neutral

Macro Research

| | 2021 | 2022 | 2023 | 2024 | 2025 |
|------------------------|----------------------|----------------------|----------------------|----------------------|-----------------|
| S&P 500 | +27% | -19% | +24% | +27% | |
| Small-cap | | | | OW ¹ +18% | OW ¹ |
| Bitcoin | OW | OW | OW | OW | OW ¹ |
| Cyclicals | | | | | |
| Consumer Discretionary | OW ¹ +24% | OW | OW | OW | OW |
| Industrials | OW ³ | N | OW ³ | OW ² | OW |
| Information Technology | OW | OW ² | OW ¹ +57% | OW ³ | OW |
| Communication Services | OW | OW | OW | N → OW | OW |
| Materials | OW | N | N | N | N |
| Near-Cyclicals | | | | | |
| Energy | OW ² | OW ¹ +59% | OW ² | OW → N | N |
| Financials | OW | OW | OW | OW ¹ +31% | OW ¹ |
| Real Estate | UW | UW | UW | OW | OW |
| Defensives | | | | | |
| Consumer Staples | UW | N | UW | UW | UW |
| Healthcare | N | OW ³ | OW | OW → N | N |
| Utilities | UW | UW | UW | UW → N | N |

Source: Fundstrat



COMPARATIVE SECTOR: Top 3 Ranks by Sector Heads

S&P 500 Sector Views for 2025

OW = Overweight. UW = Underweight. N = Neutral

Macro Research

| | Market Cap (\$B) | Macro Strategy Thomas Lee | Technical Strategy Newton* | Quantitative DQM Tireless Ken |
|------------------------|------------------|------------------------------|-------------------------------|----------------------------------|
| Small-cap | \$3,392 | OW | N | N |
| Bitcoin | \$1,894 | OW | OW | OW |
| Cyclicals | \$32,899 | | | |
| Consumer Discretionary | 5,994 | OW | OW | N |
| Industrials | 4,510 | OW ② | OW ① | OW |
| Technology + Comm. Svc | 21,304 | OW ③ | OW ② | OW ① |
| Materials | 1,081 | N | UW | UW |
| Near-Cyclicals | \$10,085 | | | |
| Energy | 1,798 | N | UW | UW |
| Financials | 7,124 | OW ① | OW ③ | OW ② |
| Real Estate | 1,162 | OW | N | N |
| Defensives | \$10,163 | | | |
| Consumer Staples | 3,345 | UW | UW | UW |
| Healthcare | 5,580 | N | UW | UW |
| Utilities | 1,238 | N | N | OW ③ |

Source: Fundstrat

* Official ratings from Mark Newton will be published in his outlook on 1/7/2025.



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Source: Fundstrat



No confirmation required

Tracking Trump's Cabinet

Macro Research



Named

Vice president
JD Vance



Named

Chief of staff



Named

Deputy



Named

Deputy



Named

Deputy



Named

Deputy



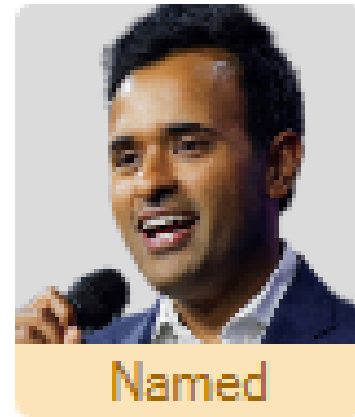
Named

Border czar



Named

Govt.
efficiency
Elon Musk



Named

Govt.
efficiency
Vivek
Ramaswamy

By [June Kim](#), [Karen Yourish](#) and [Jasmine C. Lee](#)

Updated Nov. 16, 2024

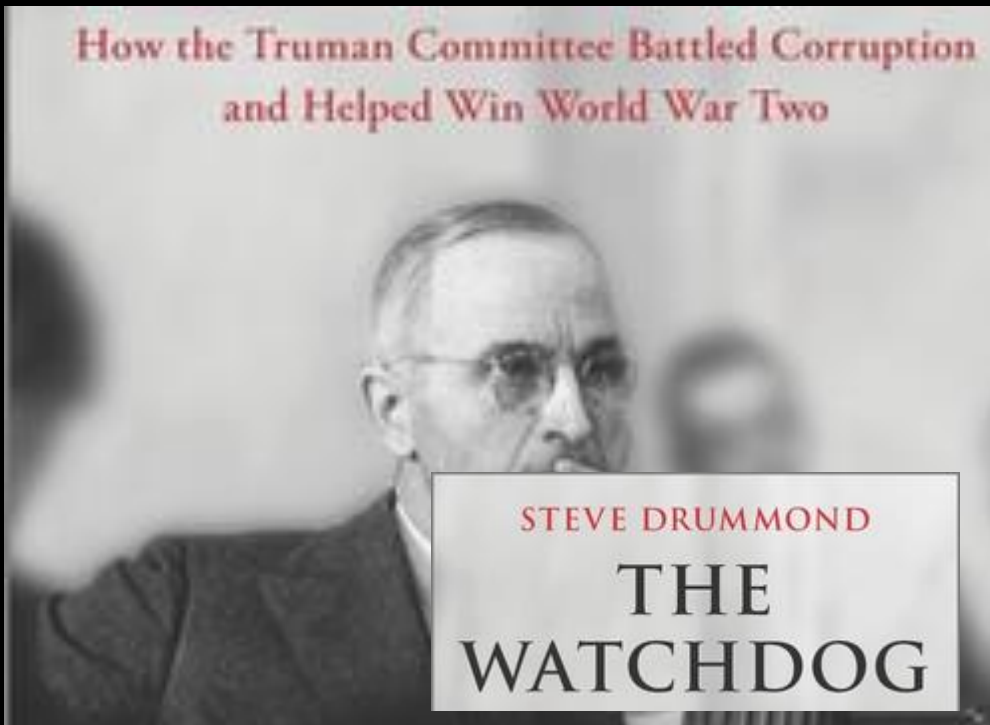


DOGE: Harry S. Truman is the OG DOGE

Macro Research

WWII

2025





DOGE: Harry S. Truman is the OG DOGE



As committee chair, Senator Truman resisted pressure from President Franklin D. Roosevelt to stack the committee with New Deal Democrats, choosing instead to build a bipartisan team of men he considered to be practical and honest, regardless of party affiliation:

Democratic Senators

- Harry Truman, Missouri
- Thomas Connally of Texas,
- Carl Hayden of Arizona,
- James Mead of New York, and
- Monrad Wallgren of Iowa

Republican Senators

- Senators Joseph Ball of Minnesota and
- Ralph Owen Brewster of Maine



DOGE: Harry S. Truman is the OG DOGE

“There is no substitute for facts” Harry S. Truman



Senator Truman appealed to the American public on CBS Radio, asking that they write to the committee if they saw defense-related waste in their communities.

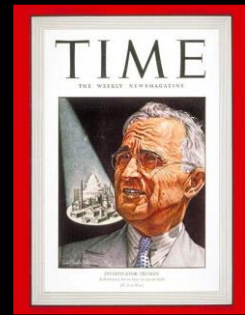
The committee routinely read the citizen letters sent in and often used them as starting points in its investigations.

The Truman Committee not only uncovered substantial misuse of government funds but helped to build the public's trust in Congress.



DOGE: Harry S. Truman is the OG DOGE

March 1943, Time Magazine featured “Investigator Truman”



- Excessive spending by contractors cost an estimated \$250 million.
- The Carnegie-Illinois Steel Corporation sold faulty slabs of steel to be used in shipbuilding and falsified quality control reports;
- Defective engines made by the Curtiss-Wright Company and used in airplanes led to the death of student pilots;
- Standard Oil Company and Alcoa, which had exclusive patents or monopolies on critical war materials, had intentionally slowed the development of substitutes or created artificial shortages; and
- The Remington Company, according to Senator Truman, got “\$600,000 for acting as advisors to the Government” but in his words: “nobody knows what this advice is or what it is worth.”
- **Saved the government \$10 – 15 billion**



x.com to be central in Trump presidency





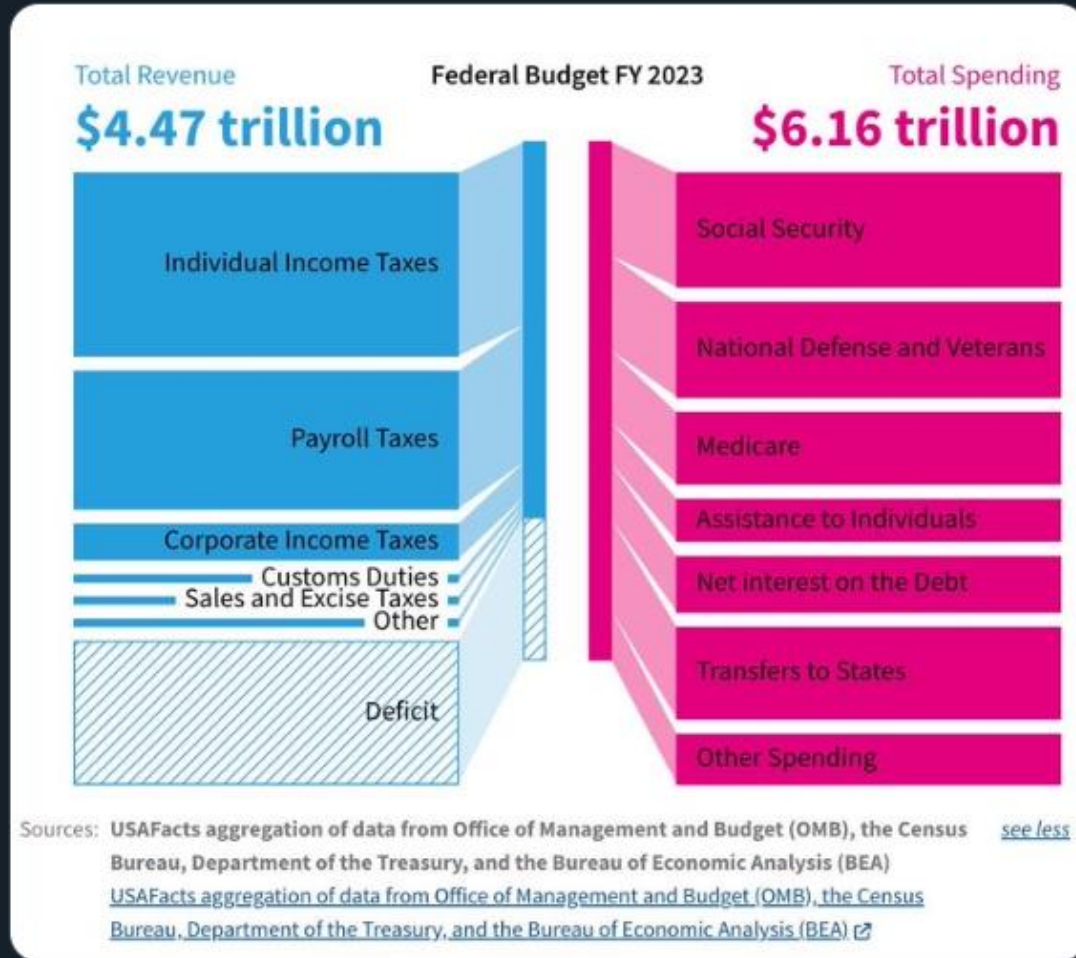
DOGE: \$\$\$

 Department of Government Efficiency 
@DOGE

In FY2023, the U.S. Government spent \$6.16 trillion while only bringing in \$4.47 trillion.

The last budget surplus was in 2001.

This trend must be reversed, and we must balance the budget.



1:40 AM · Nov 23, 2024 · **28.4M** Views

 3.3K

 8.4K

 32K

 2.1K



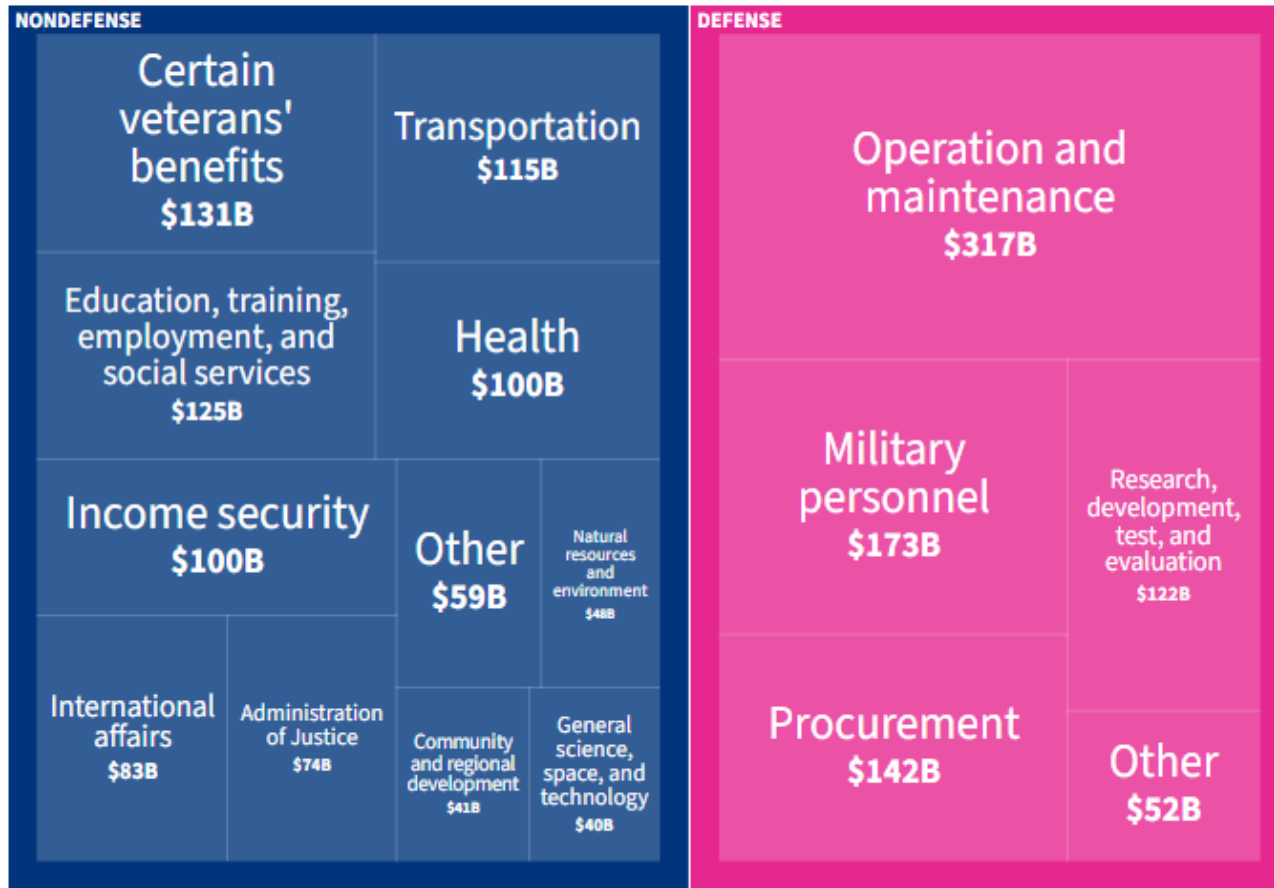


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Approximately half of federal discretionary spending is allocated to defense.

Federal budget discretionary spending, 2023

All



Source: [Congressional Budget Office](#)

Key issues:

- Efficiency of procurement
- Needless spending
- Optimized pricing
- Necessary procurement
- Waste in general



DOGE: Sectors impacted by Dept of Gov't Efficiency

- **NEGATIVE: Healthcare**
 - coupled with RFK heading HHS
 - can a sector work when 2 sectors gov't scrutinizing?
- **NEGATIVE: Govt contractors**
 - Defense cos
 - IT consulting
- **POSITIVE: Productivity providers**
 - Palantir + other tech-focused providers
- **POSITIVE: Bond market via lower yields**

Source: Fundstrat



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Source: Fundstrat



BITCOIN: Potentially Strategic Reserve Asset

Senator Cynthia Lummis 
@SenLummis

Problem: The U.S. national debt surpassed 36 trillion!
Solution: A strategic bitcoin reserve.



Trump's Ally Lummis Pushes to Sell Some of the Fed's Gold to Buy Bitcoin

From bloomberg.com

10:30 AM · Nov 20, 2024 · **111.4K** Views

149 584 3K 51



BITCOIN: Bitcoin vs S&P 500 Index

Since 2022

Macro Research



XBTUSD Currency (XBT-USD Cross Rate) BTC 3yr vs SPX Daily 01JAN2022-03DEC2024 Copyright© 2024 Bloomberg Finance L.P. 03-Dec-2024 16:22:43

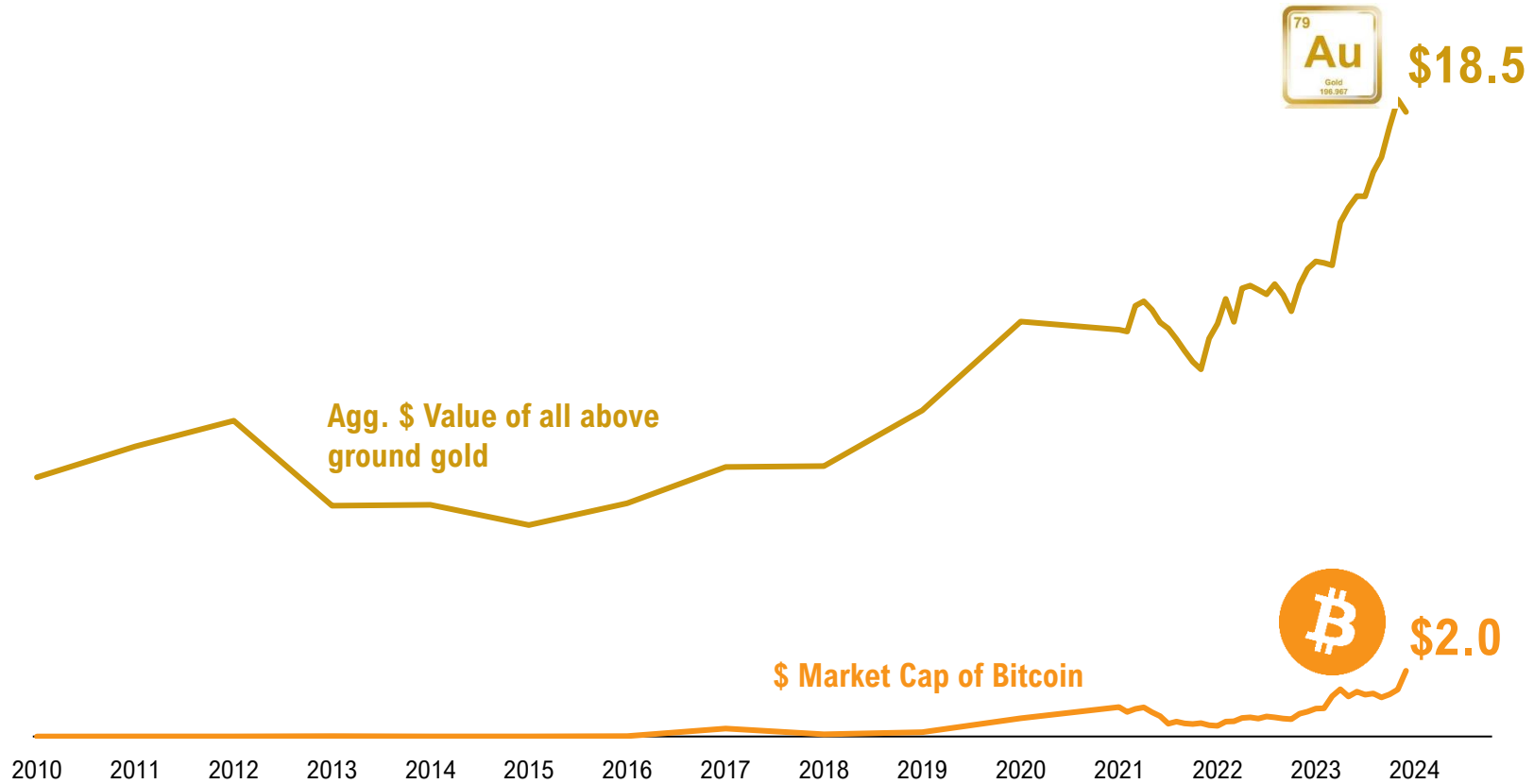
Source: Fundstrat, Bloomberg

*Start of 2022 Rebased to 100



BITCOIN: Just 10% of the value of the Gold market...

Total Market Value Bitcoin Vs. Gold
Since 2010



Source: Fundstrat, Bloomberg



BITCOIN: Parity with Gold = \$1 million Bitcoin

Estimated Price of Bitcoin as a % Premium to Gold Supply

As of 11/25/24

Current:

| | | |
|-----|------------------------------|---------------|
| (b) | Total Gold Units (Troy Oz.) | 6,929,430,646 |
| | Gold Price (\$ per Troy Oz.) | \$2,708.73 |
| | Gold Total Value (\$B) | \$18,769.96 |
| (d) | Total BTC Units (Tokens) | 19,784,820 |
| | BTC Price (\$ per Token) | \$94,680.00 |
| | BTC Value (\$B) | \$1,873.23 |

Parity = \$950,000

Premium = \$2.1 million

| | | <i>Spot gold price (\$ per Troy Ounce) (a)</i> | | | | | | |
|---------------------------------------|------|--|-----------|-------------|-------------|-------------|-------------|-------------|
| | | \$1,000 | \$1,500 | \$2,709 | \$3,000 | \$4,000 | \$5,000 | \$6,000 |
| BTC (c) premium to gold supply | 10% | \$35,024 | \$52,536 | \$94,870 | \$105,072 | \$140,096 | \$175,120 | \$210,144 |
| | 25% | \$87,560 | \$131,340 | \$237,176 | \$262,680 | \$350,240 | \$437,800 | \$525,360 |
| | 50% | \$175,120 | \$262,680 | \$474,352 | \$525,360 | \$700,480 | \$875,599 | \$1,050,719 |
| | 75% | \$262,680 | \$394,020 | \$711,529 | \$788,039 | \$1,050,719 | \$1,313,399 | \$1,576,079 |
| | 100% | \$350,240 | \$525,360 | \$948,705 | \$1,050,719 | \$1,400,959 | \$1,751,199 | \$2,101,439 |
| | 125% | \$437,800 | \$656,700 | \$1,185,881 | \$1,313,399 | \$1,751,199 | \$2,188,999 | \$2,626,798 |
| | 150% | \$525,360 | \$788,039 | \$1,423,057 | \$1,576,079 | \$2,101,439 | \$2,626,798 | \$3,152,158 |

Source: Fundstrat, Bloomberg



2025: Key Themes and Market Expectations

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Source: Fundstrat



TRUMP “put”: Stock-market focused White House



**Low deficits =
“yields stay low”**

**Strong growth =
“grow out of debt”**

**Lots of drilling =
“low inflation”**

Source: Fundstrat



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MARKETS

Trump is the most pro-stock market president in history, Wharton's Jeremy Siegel says

PUBLISHED MON, NOV 11 2024 8:36 AM EST | UPDATED MON, NOV 11 2024 11:21 AM EST

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VIDEO 07:01 **DOW, S&P, NASDAQ END AT RECORD LEVELS**
ALERT DOW CROSSES 44,000 FOR THE FIRST TIME EVER

President-elect Trump is the most pro-stock market president in history: Wharton's Jeremy Siegel

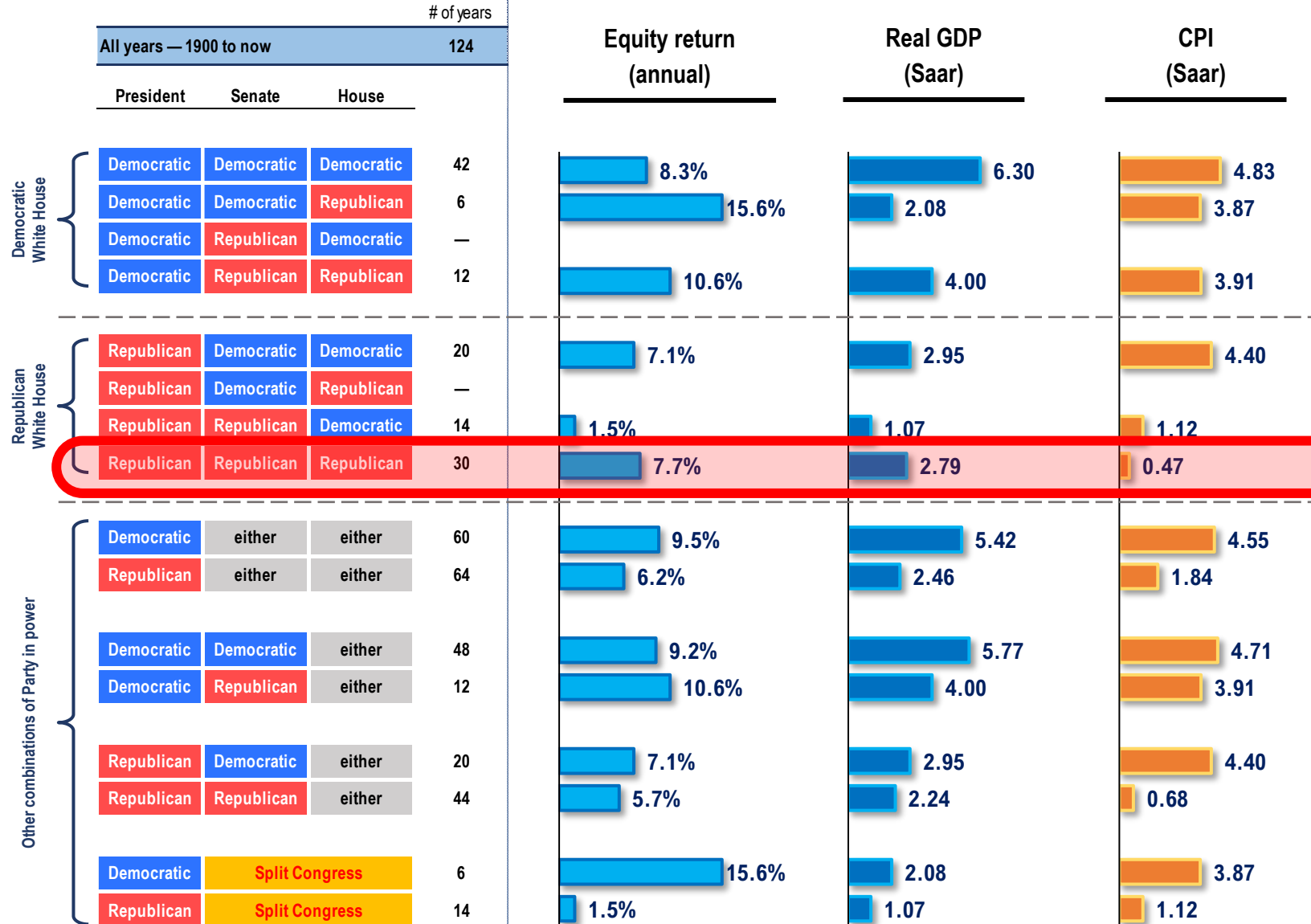
CNBC



Political party in control: Comparative Stock and economic returns

Political Party and Comparative Equity and GDP returns

Since 1900



Source: Fundstrat, Bloomberg, BLS, BEA, senate.gov, house.gov



Presidential Year 1: Monthly Returns





Second half of year is worse

Monthly Returns per Presidential Term

Since 1929





Average

Jan 1 Jan 21

| <i>First year of the term</i> | n = | -> 20 | -> 31 | Feb | Mar | Apr | May | Jun | 1H | Jul | Aug | Sep | Oct | Nov | Dec | 2H |
|---|-----|-------|-------|-------|-------|-------|------|-------|-------|------|-------|-------|-------|-------|-------|-------|
|  Rep. Prez. 2nd Term | 4 | -1.1% | 0.5% | -1.1% | -0.1% | -0.7% | 2.6% | 0.1% | 0.7% | 2.0% | -2.9% | -1.2% | -0.2% | 0.1% | 0.5% | -1.8% |
|  Rep. Prez. 1st Term | 7 | 0.2% | 1.5% | -2.0% | 0.0% | 1.8% | 0.0% | -0.1% | 1.4% | 1.6% | -0.4% | -2.8% | -0.6% | -0.1% | 0.2% | -2.3% |
| All Republican Prez. | 11 | -0.3% | 1.1% | -1.7% | -0.0% | 0.9% | 0.9% | -0.0% | 1.1% | 1.8% | -1.3% | -2.2% | -0.4% | -0.0% | 0.3% | -2.1% |
| All instances since 1929 | 25 | 0.4% | 0.3% | -1.7% | 0.7% | 2.5% | 1.9% | 0.5% | 4.9% | 2.2% | 0.3% | -1.6% | -0.4% | 0.6% | 0.6% | 1.8% |
| All Democratic Prez. | 14 | 0.9% | -0.4% | -1.7% | 1.3% | 3.9% | 2.6% | 0.8% | 7.9% | 2.5% | 1.5% | -1.1% | -0.4% | 1.1% | 0.8% | 4.8% |
|  Dem. Prez. 1st Term | 8 | -0.4% | -0.4% | -2.7% | 2.2% | 7.5% | 4.2% | 1.8% | 13.0% | 0.0% | 4.0% | -1.8% | 0.6% | 2.8% | 1.5% | 7.2% |
|  Dem. Prez. 2nd Term | 6 | 2.7% | -0.5% | -0.4% | 0.1% | -1.0% | 0.6% | -0.4% | 1.2% | 5.8% | -1.8% | -0.2% | -1.7% | -1.3% | -0.1% | 1.6% |

Win Ratio

Jan 1 Jan 21

| | n = | -> 20 | -> 31 | Feb | Mar | Apr | May | Jun | 1H | Jul | Aug | Sep | Oct | Nov | Dec | 2H |
|---|-----|-------|-------|-----|-----|-----|-----|-----|-----|------|-----|-----|-----|-----|------|-----|
|  Rep. Prez. 2nd Term | 4 | 50% | 75% | 50% | 25% | 25% | 75% | 25% | 50% | 75% | 0% | 50% | 25% | 75% | 50% | 50% |
|  Rep. Prez. 1st Term | 7 | 57% | 86% | 29% | 43% | 71% | 43% | 29% | 43% | 57% | 57% | 29% | 71% | 71% | 71% | 43% |
| All Republican Prez. | 11 | 55% | 82% | 36% | 36% | 55% | 55% | 27% | 45% | 64% | 36% | 36% | 55% | 73% | 64% | 45% |
| All instances since 1929 | 25 | 64% | 64% | 44% | 52% | 64% | 64% | 40% | 56% | 64% | 52% | 40% | 56% | 64% | 76% | 60% |
| All Democratic Prez. | 14 | 71% | 50% | 50% | 64% | 71% | 71% | 50% | 64% | 64% | 64% | 43% | 57% | 57% | 86% | 71% |
|  Dem. Prez. 1st Term | 8 | 63% | 50% | 50% | 75% | 88% | 88% | 63% | 88% | 38% | 88% | 25% | 63% | 63% | 100% | 75% |
|  Dem. Prez. 2nd Term | 6 | 83% | 50% | 50% | 50% | 50% | 50% | 33% | 33% | 100% | 33% | 67% | 50% | 50% | 67% | 67% |

Source: Fundstrat, Bloomberg



Presidential Year 1: All Republican Terms



Second half of year is worse

S&P 500 Performance for All Republican Terms

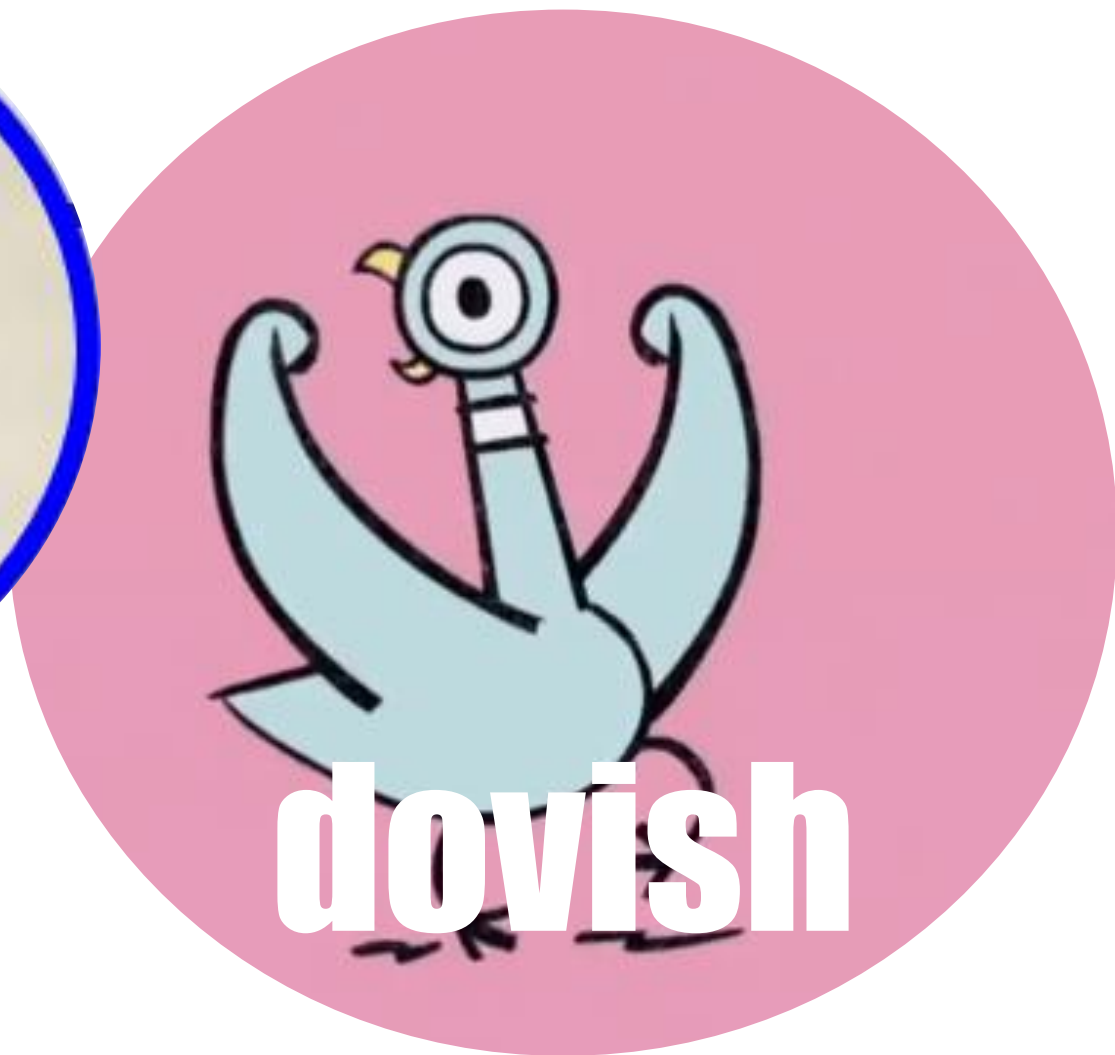
Since 1929

| Year | Jan 1 - Jan 21 | | Feb | Mar | Apr | May | Jun | 1H | Jul | Aug | Sep | Oct | Nov | Dec | 2H |
|--------------------------------|----------------|-------|-------|-------|-------|-------|-------|--------|-------|-------|-------|--------|--------|-------|--------|
| | > 20 | -> 31 | | | | | | | | | | | | | |
| 1929 | 1.7% | 3.5% | -0.6% | -0.2% | 1.6% | -4.3% | 10.4% | 12.6% | 5.4% | 9.8% | -4.9% | -19.9% | -13.4% | 2.5% | -21.7% |
| 1953 | -1.6% | 1.1% | -1.8% | -2.4% | -2.6% | -0.3% | -1.6% | -9.1% | 2.5% | 5.8% | 0.1% | 5.1% | 0.9% | 0.2% | 2.8% |
| 2nd 1957 | -4.3% | 0.7% | -3.3% | 2.0% | 3.7% | 3.7% | -0.1% | 1.5% | 1.1% | -5.6% | -6.2% | 3.2% | 1.6% | -4.1% | -15.6% |
| 1969 | -2.1% | 1.4% | -4.7% | 3.4% | 2.1% | -0.2% | -5.6% | -5.9% | -6.0% | 4.0% | -2.5% | 4.4% | -3.5% | -1.9% | -5.8% |
| 2nd 1973 | 0.6% | -2.3% | -3.7% | -0.1% | -4.1% | -1.9% | -0.7% | -11.7% | 3.8% | -3.7% | 4.0% | -0.1% | -11.4% | 1.7% | -6.4% |
| 1981 | -3.0% | -1.4% | 1.3% | 3.6% | -2.3% | -0.2% | -1.0% | -3.4% | -0.2% | -6.2% | -5.4% | 4.9% | 3.7% | -3.0% | -6.6% |
| 2nd 1985 | 2.4% | 2.5% | 0.9% | -0.3% | -0.5% | 5.4% | 1.2% | 14.7% | -0.5% | -1.2% | -3.5% | 4.3% | 6.5% | 4.5% | 10.1% |
| 1989 | 3.2% | 3.8% | -2.9% | 2.1% | 5.0% | 3.5% | -0.8% | 14.5% | 8.8% | 1.6% | -0.7% | -2.5% | 1.7% | 2.1% | 11.1% |
| 2001 | 1.7% | 1.7% | -9.2% | -6.4% | 7.7% | 0.5% | -2.5% | -7.3% | 1.1% | -6.4% | -8.2% | 1.8% | 7.5% | 0.8% | -6.2% |
| 2nd 2005 | -3.0% | 1.1% | 1.9% | -1.9% | -2.0% | 3.0% | -0.0% | -1.7% | 3.6% | -1.1% | 0.7% | -1.8% | 3.5% | -0.1% | 4.8% |
| 2017 | 1.5% | 0.3% | 3.7% | -0.0% | 0.9% | 1.2% | 0.5% | 8.2% | 1.9% | 0.1% | 1.9% | 2.2% | 2.8% | 1.8% | 10.3% |
| All Republican terms | | | | | | | | | | | | | | | |
| Average | -0.3% | 1.1% | -1.7% | -0.0% | 0.9% | 0.9% | -0.0% | 1.1% | 1.8% | -1.3% | -2.2% | -0.4% | -0.0% | 0.3% | -2.1% |
| Win Ratio | 55% | 82% | 36% | 36% | 55% | 55% | 27% | 45% | 64% | 36% | 36% | 55% | 73% | 64% | 45% |
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| Win Ratio | 50% | 75% | 50% | 25% | 25% | 75% | 25% | 50% | 75% | 0% | 50% | 25% | 75% | 50% | 50% |

Source: Fundstrat, Bloomberg









FED “put”: Support jobs = support economy = support stocks



Source: Fundstrat



HIGH INTEREST RATES: A recession in “durable goods”

- Recession in auto sales  
- Recession in durable goods  
- Recession in housing demand  

**Inflect with
Fed rate cuts**

Source: Fundstrat



FED: If they do 1 cut in 2025... that is even more “dovish”

Fed doing fewer than 5 cuts in 2025 =

GOOD

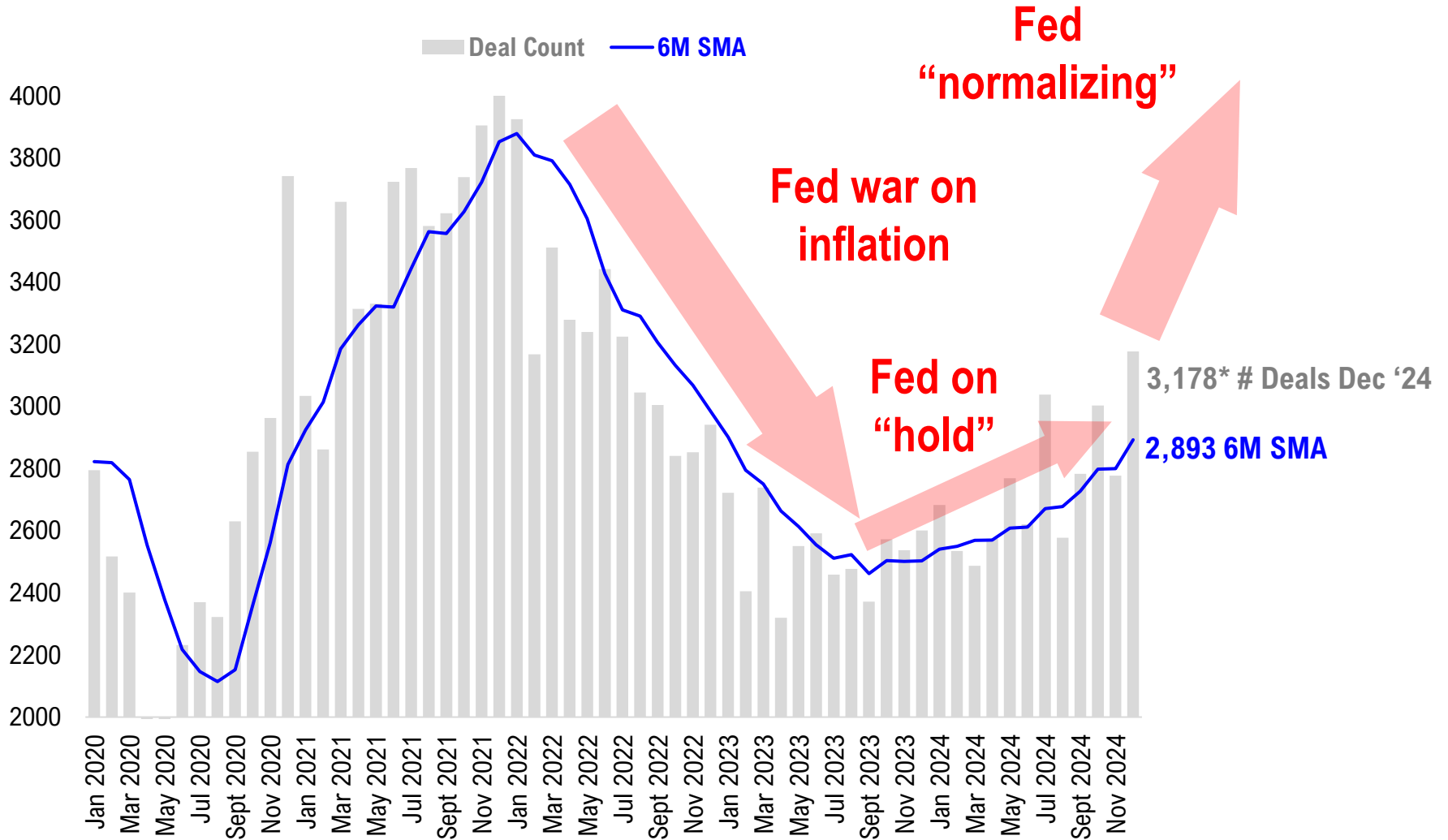
- Fed needs to get to “Neutral”
- Fed funds 4.75%
- Neutral rate is 2.50% to 3.00%
- Still need 6 to 8 cuts (25bp each)
- Fewer cuts in 2025 = longer cutting cycle

Source: Fundstrat



M&A Deals: Fed “normalizing” could foster Recovery

Total # M&A Deals by Month
Since 2020



Source: Fundstrat, Bloomberg

*Current period value is adjusted based on Time Elapsed in period

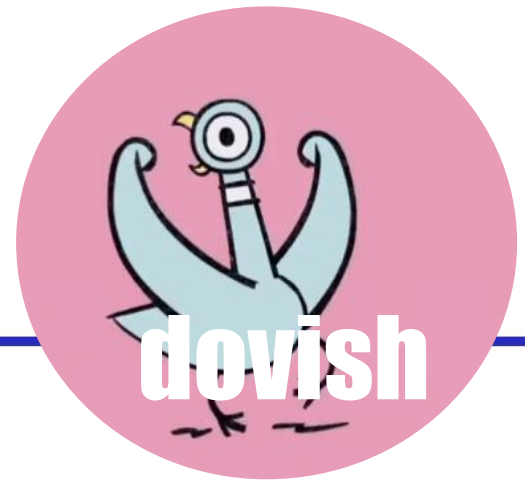


Trump wins

100%
(Sept rate)



- Positive Bitcoin
- Positive Small-caps
 - Positive regional banks
 - Positive CRE
 - Positive de-regulation
 - Positive M&A



- Positive Bitcoin
- Positive Small-caps
 - Positive regional banks
 - Positive CRE
 - Positive M&A

Small-caps: \$IWM \$IJR

Cyclicals: \$KRE \$XLF \$XLI

Bitcoin: \$BTC \$MSTR \$SMLR



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Source: Fundstrat



SPACE: 16 Space & Exploration Ideas

Company information

Valuations

| | Ticker | Name | GICS Sub-industry | Market Value (\$m) | YTD Return | P/E | P/S | P/B |
|-----------------------------|--------|---|--------------------------------|--------------------|---------------|--------------|----------------|-------------|
| 1 | PLTR | Palantir Technologies Inc. Class A | Application Software | \$158,010 | 317.9% | 193.6x | 59.1x | 35.8x |
| 2 | RKLB | Rocket Lab USA, Inc. | Aerospace & Defense | \$11,618 | 318.6% | | 27.4x | 29.3x |
| 3 | JOBY | Joby Aviation, Inc. | Passenger Airlines | \$6,526 | 30.9% | | 41794.1x | 7.1x |
| 4 | ASTS | AST SpaceMobile, Inc. Class A | Alternative Carriers | \$5,206 | 311.8% | | 1543.5x | 15.8x |
| 5 | AVAV | AeroVironment, Inc. | Aerospace & Defense | \$4,525 | 23.3% | 47.6x | 5.6x | |
| 6 | KTOS | Kratos Defense & Security Solutions, Inc. | Aerospace & Defense | \$4,114 | 35.8% | 59.2x | 3.7x | 3.1x |
| 7 | GSAT | Globalstar, Inc. | Alternative Carriers | \$3,993 | 21.6% | | 18.0x | 11.7x |
| 8 | IRDM | Iridium Communications Inc. | Alternative Carriers | \$3,592 | -24.1% | 40.2x | 4.3x | 6.0x |
| 9 | SATS | EchoStar Corporation Class A | Cable & Satellite | \$3,334 | 41.9% | | 0.4x | 0.3x |
| 10 | ACHR | Archer Aviation Inc Class A | Aerospace & Defense | \$3,043 | 27.2% | | 5954.8x | 8.5x |
| 11 | VSAT | ViaSat, Inc. | Communications Equipment | \$1,224 | -66.4% | | 0.3x | 0.2x |
| 12 | LUNR | Intuitive Machines, Inc. Class A | Aerospace & Defense | \$1,158 | 368.3% | | 8.2x | |
| 13 | PL | Planet Labs PBC Class A | Research & Consulting Services | \$1,100 | 56.7% | | 4.6x | 2.4x |
| 14 | RDW | Redwire Corp | Aerospace & Defense | \$814 | 326.0% | | 2.7x | |
| 15 | SPIR | Spire Global, Inc. Class A | Research & Consulting Services | \$354 | 82.1% | | 3.0x | 4.2x |
| 16 | SPCE | Virgin Galactic Holdings Inc | Aerospace & Defense | \$190 | -86.8% | | 22.6x | 0.6x |
| Average | | | | \$13,050 | 111.5% | 85.2x | 3090.8x | 9.6x |
| Median | | | | \$3,463 | 38.8% | 53.4x | 6.9x | 6.0x |
| % of stocks positive | | | | | 81% | | | |

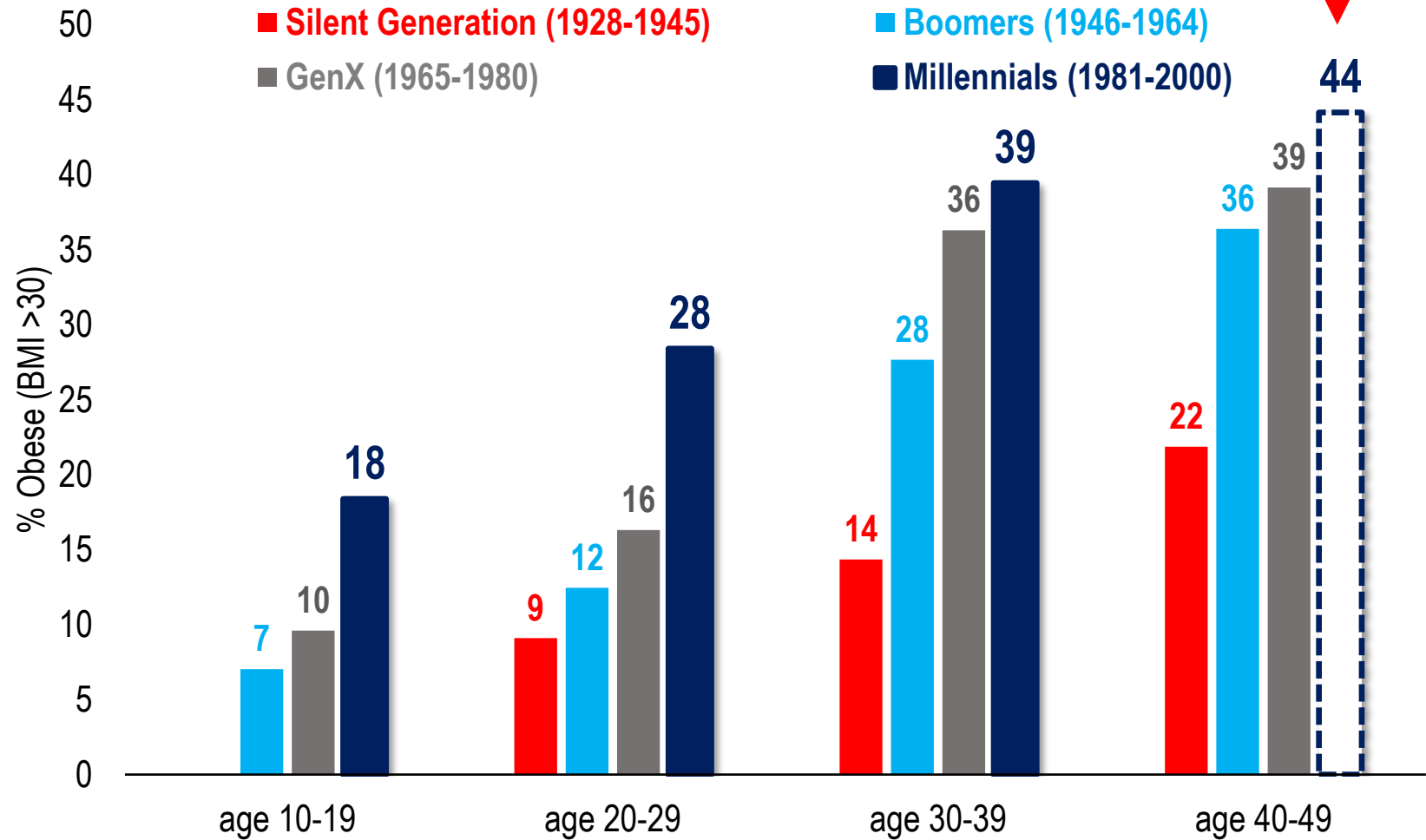
Source: Fundstrat, Factset



LONGEVITY: Millennials most obese generation

44% of millennials will be obese by age 40

Figure: % of population Obese (BMI >30) for each generation at various age intervals
Percent of age cohort obese. Per CDC

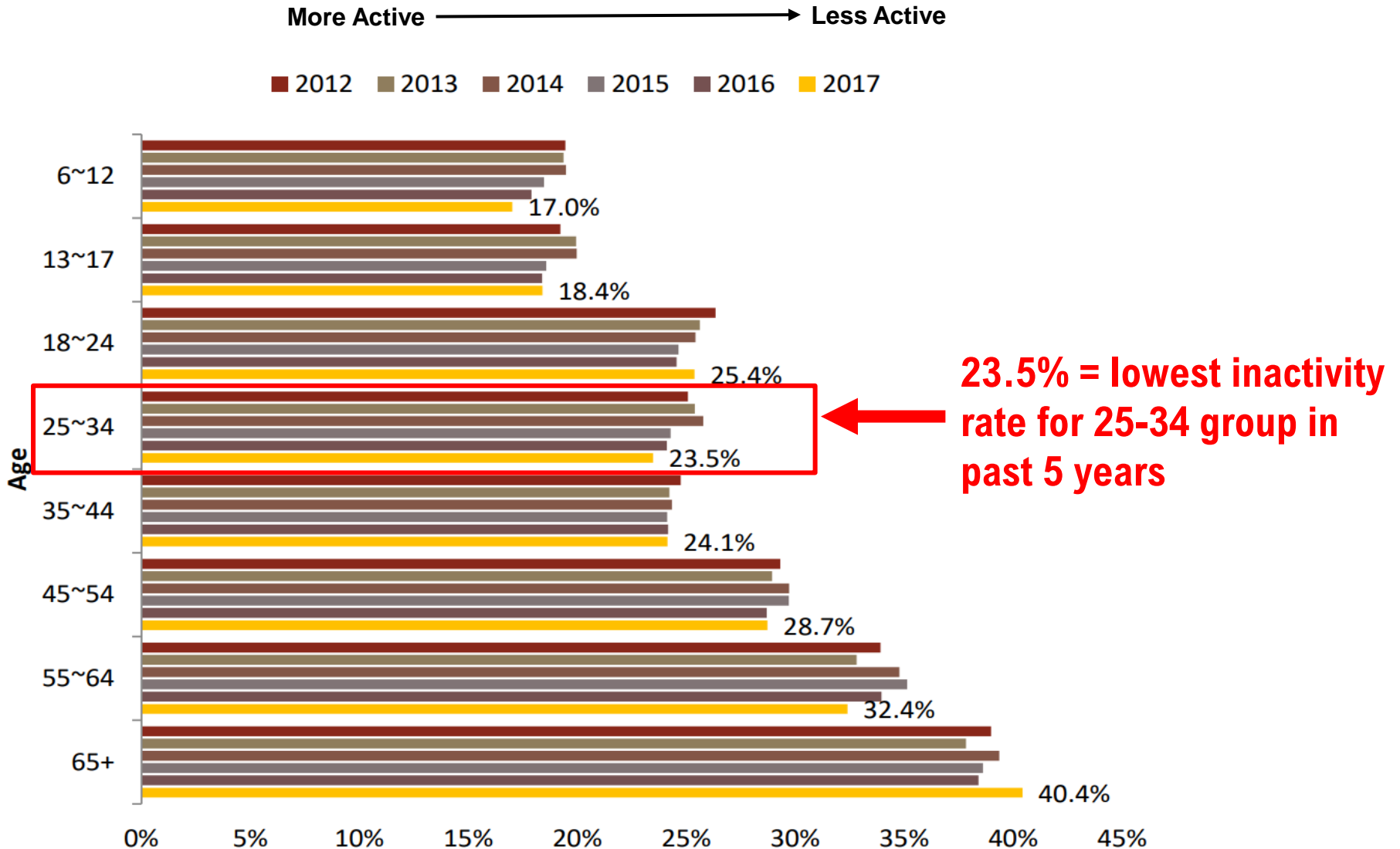


Source: Fundstrat, BLS, <http://physicalactivitycouncil.com/PDFs/current.pdf>



LONGEVITY: More physically active

Figure: Inactivity Rates Segmented by Age (Survey by Physical Activity Council)
US Population, Ages 6+



Source: Fundstrat, BLS, <http://physicalactivitycouncil.com/PDFs/current.pdf>



HEALTH: We project 44% of Millennials will be obese by age 40-49...

Millennials are the most obese generation in the US according to the CDC. If the current trend continues, we estimate that by the time many millennials are between 40-49, 44% will be obese (BMI>30).

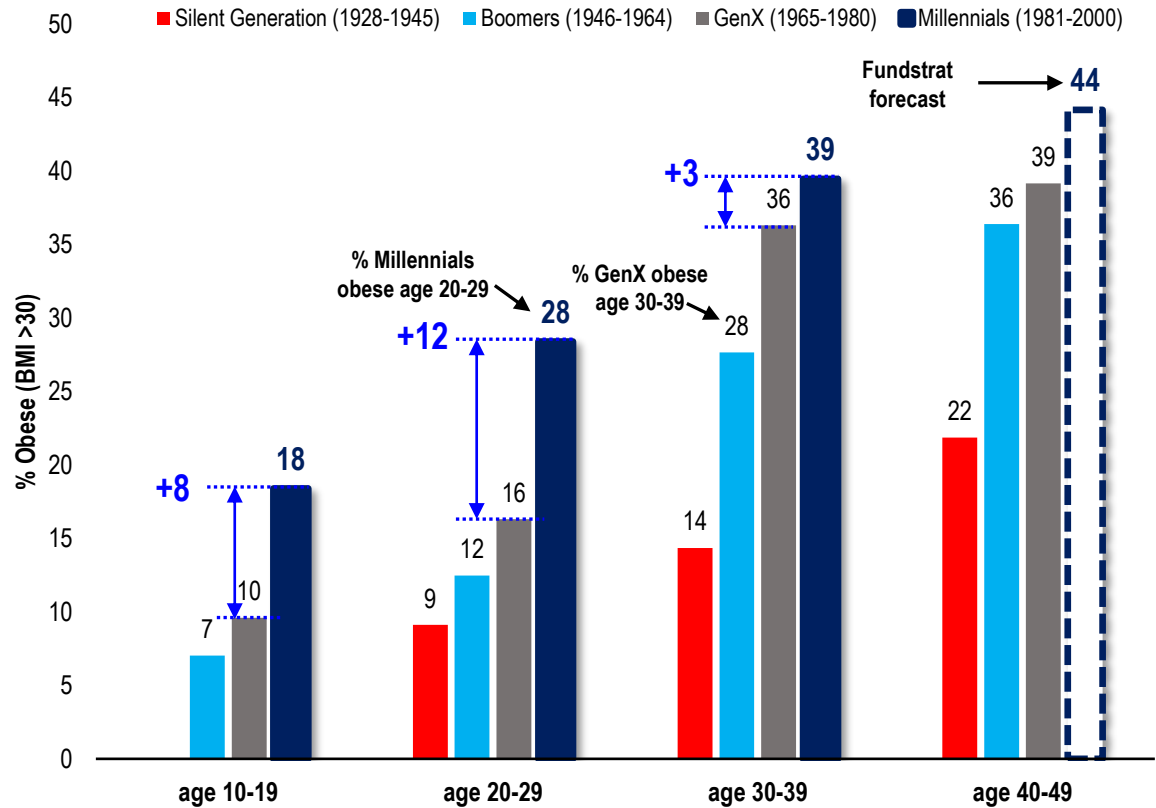
- **Obese populations are more at risk for diseases/conditions such as Hypertension, Type II Diabetes, and heart disease**
- **We believe investors are underestimating the significant of the obesity crises in the US and anticipate the demand for drugs that help control related health problems will rise.**
- **The Harvard School of Public Health believes the CDC has previously underestimated the number of obese US adults due to self reporting error.**

Figure: % of population Obese (BMI >30) for each generation at various age intervals
Percent of age cohort obese. Per CDC

Investment Strategy

The rate of obesity (BMI>30) is expected to rise to 44% for Millennials aged 40-49, which is the next decade (based on trend vs GenX). We expect demand for the following services will surge as a consequence:

- Diet services and products, including **weight loss programs**.
- Weight management, including **fitness centers**.
- **Drugs** to treat health impact from obesity including **hypertension** and **type II diabetes**.
- Other demand for Healthcare/Medical services including **drugs to control appetite** as well as **weight management surgical (and non-invasive procedures** (liposuction, CoolSculpting, etc).



Source: Fundstrat, CDC, Bloomberg



2025: Key Themes and Market Expectations

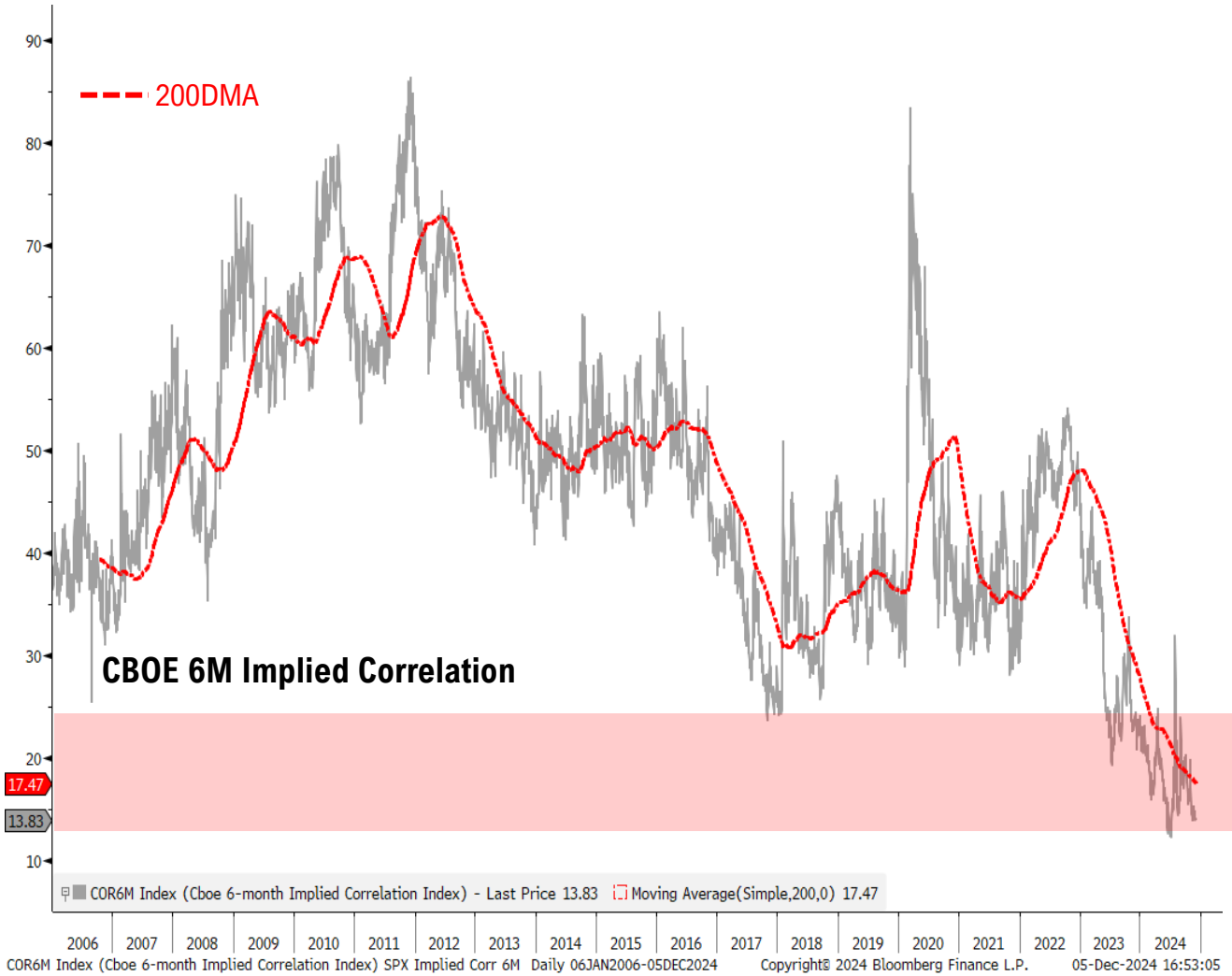
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Source: Fundstrat



STOCK PICKING BETTER: Correlations for stocks falling = good

The collapse in internal correlation of S&P 500 shows systematic risk at low level
Since 2006



Low correlation is good for stock pickers

Source: Fundstrat, Bloomberg



SMALL-CAPS: Case for Small-caps strong

- Small-caps benefit from the multiple tailwinds:
 - reviving “animal spirits”
 - M&A
 - upturn of ISM / cyclical activity – 49% of Russell 2000
- Small-caps ‘26 EPS growth +18% vs 10% S&P 500
- Small-caps relative valuation more attractive at 13X median P/E ‘26 vs 17X S&P 500
- Small-caps 10-yr underperformance of S&P 500 is -91%, one of the worst ever only worse than 1988-1998, and **4 precedents followed by outperformance next 3 years and next 5 years**

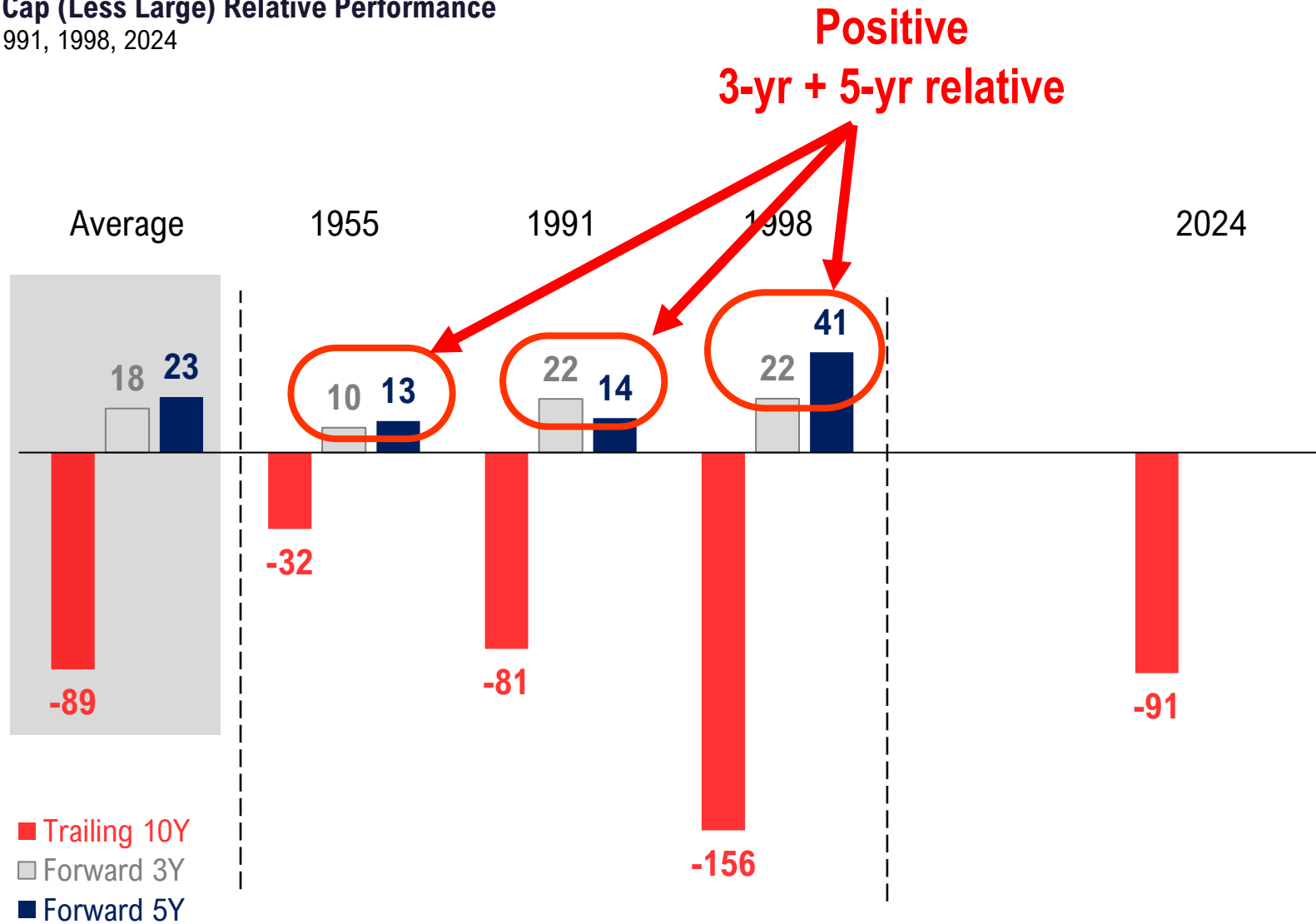
Source: Fundstrat



SMALL-CAPS: 2nd worst 10-yr trailing return... positive forward

Small Cap (Less Large) Relative Performance
1955, 1991, 1998, 2024

Macro Research



Source: Fundstrat, Bloomberg, Fama French Data Library

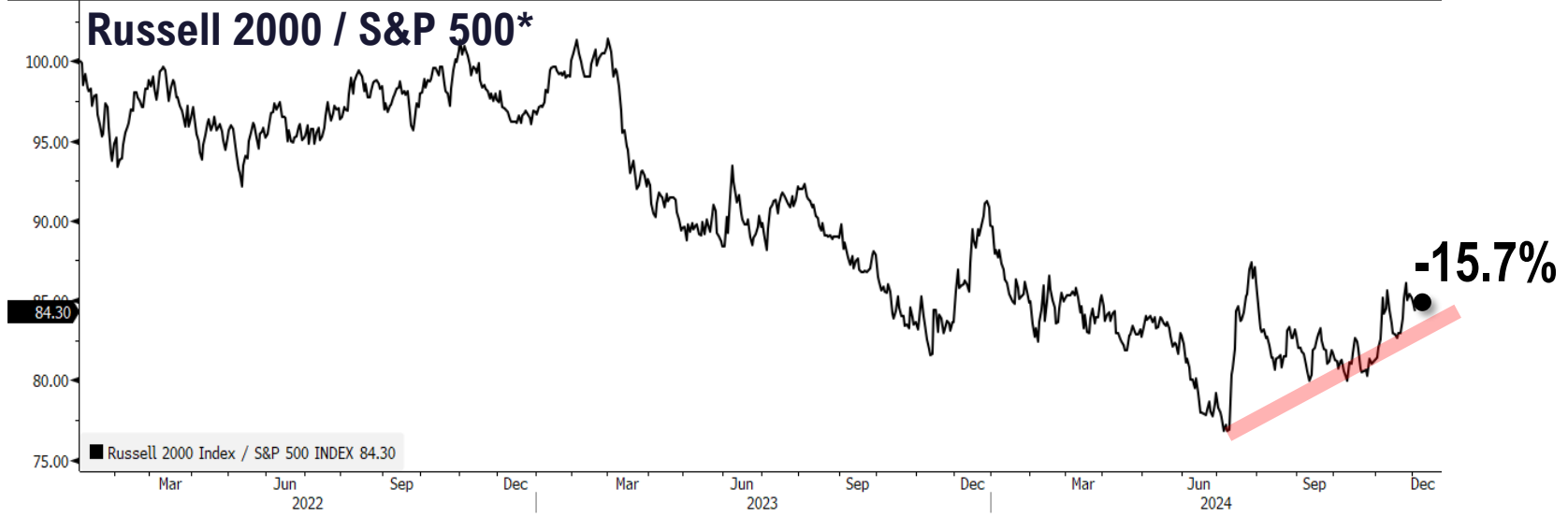
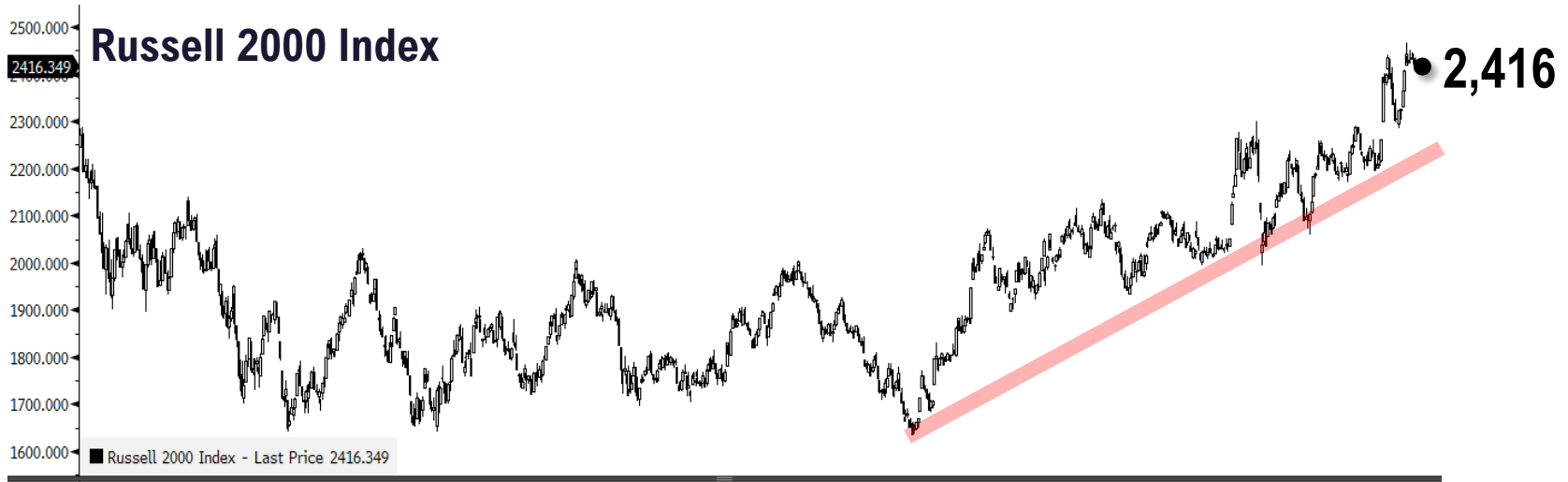
*Fama French Small Minus Big Portfolio used for 1955, Russell 2000 – S&P 500 used for 1991, 1998, and 2024



SMALL-CAPS: Russell 2000 Index vs S&P 500 Index

Since 2022

Macro Research



RTY Index (Russell 2000 Index) RTY 3yr vs SPX Daily 01JAN2022-03DEC2024

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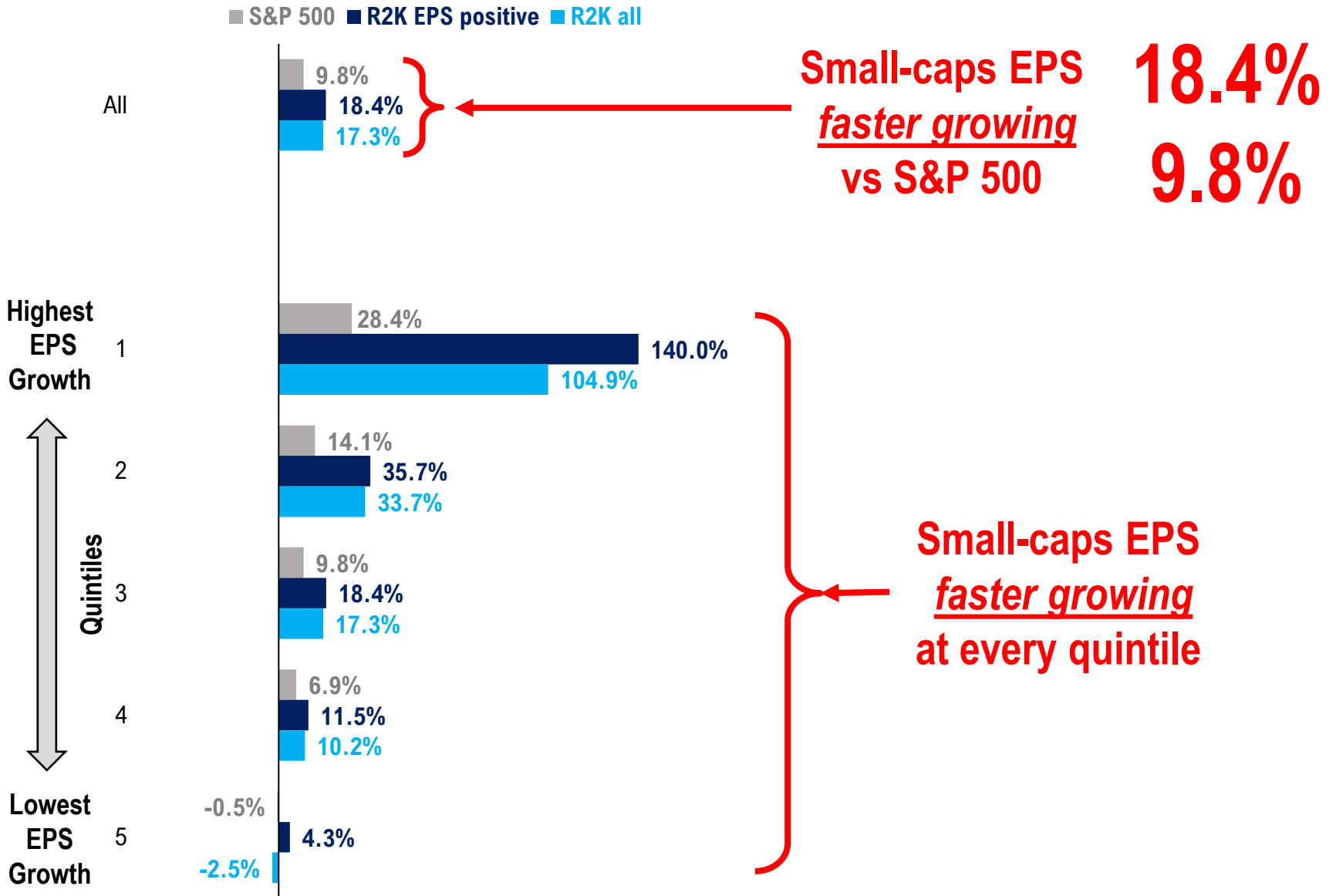
Source: Fundstrat, Bloomberg

*Start of 2022 Rebased to 100



SMALL-CAPS: Faster Growing EPS Relative to S&P 500

S&P 500 and Russell 2000 Median EPS Growth
FY 2026 EPS Growth. Divided by Quintile



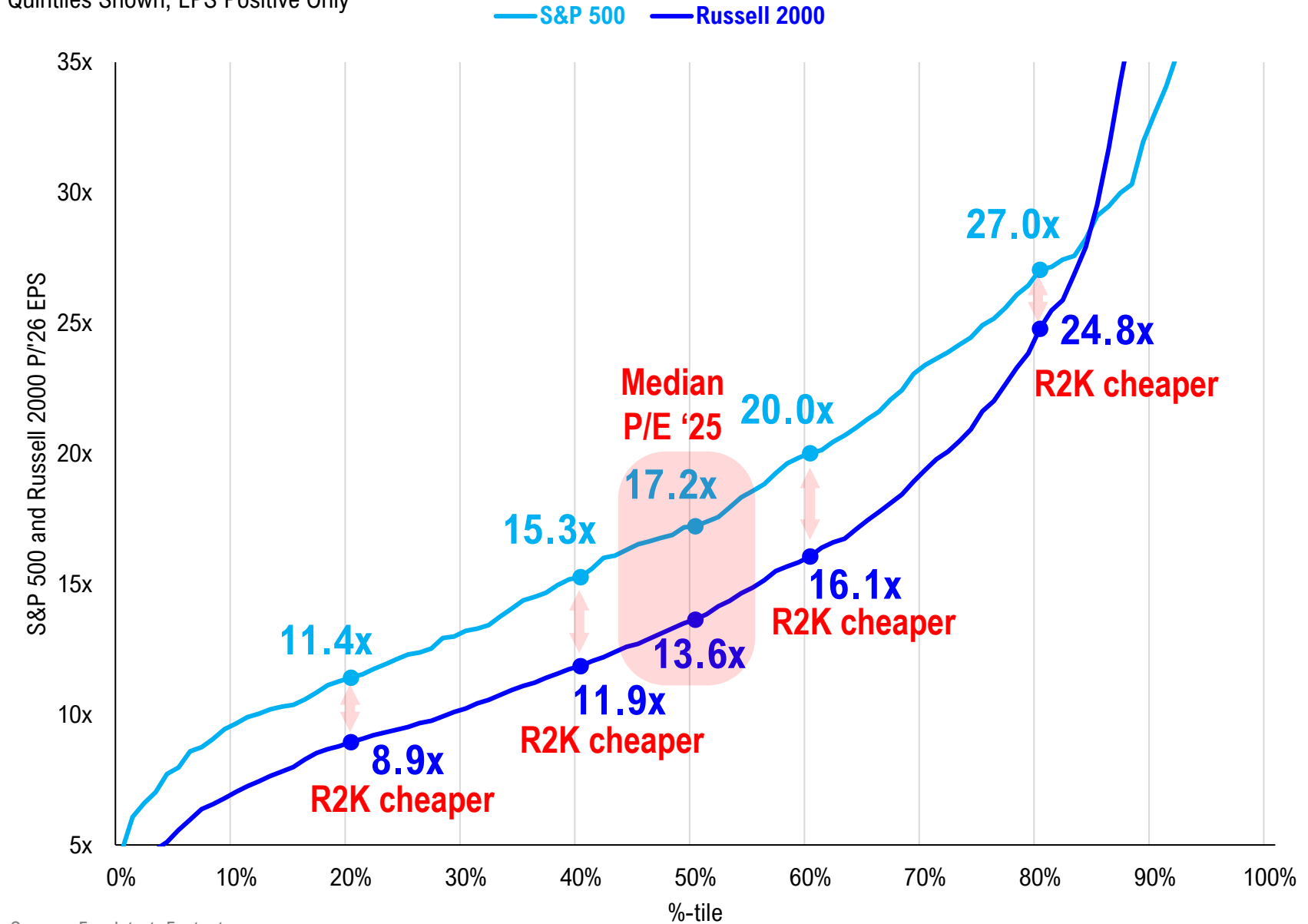
Source: Fundstrat, Factset



SMALL-CAPS: Undervalued Relative to S&P 500

Distribution of Russell 2000 and S&P 500 P/'26E

Quintiles Shown, EPS Positive Only



Source: Fundstrat, Factset

*Dots represent the P/E of the const. nearest to the integer %-tile bracket from 0-100

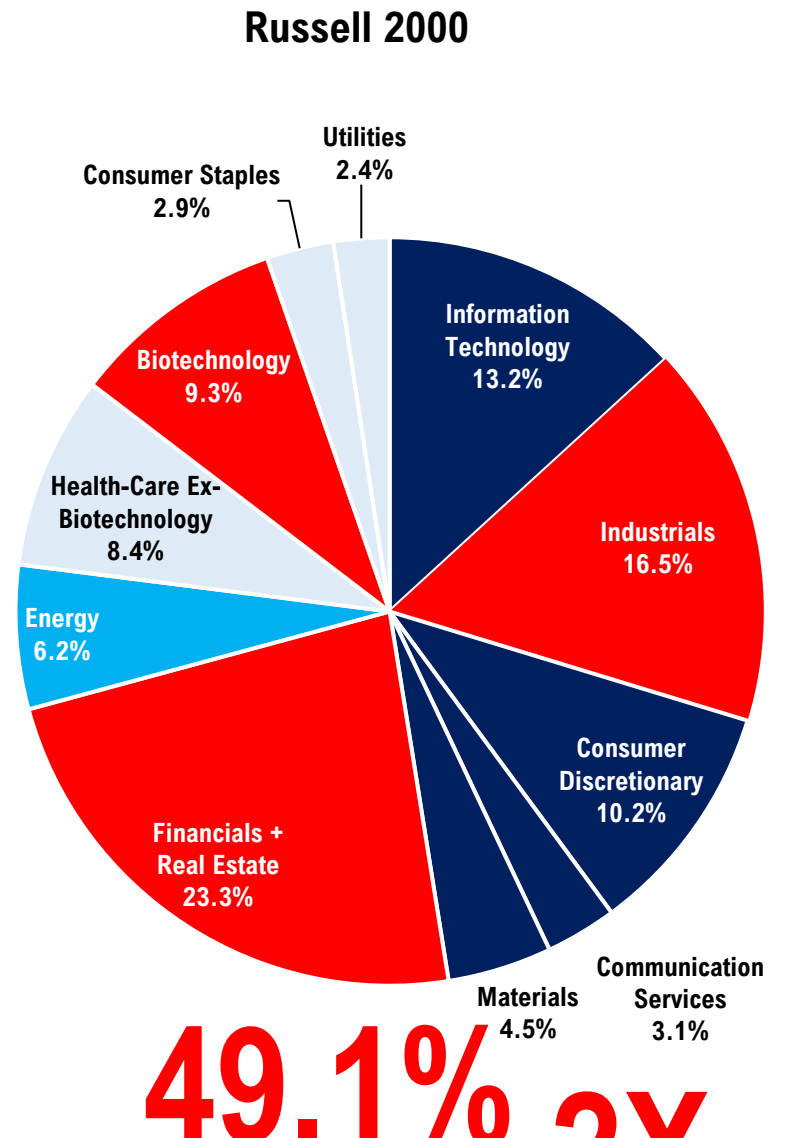
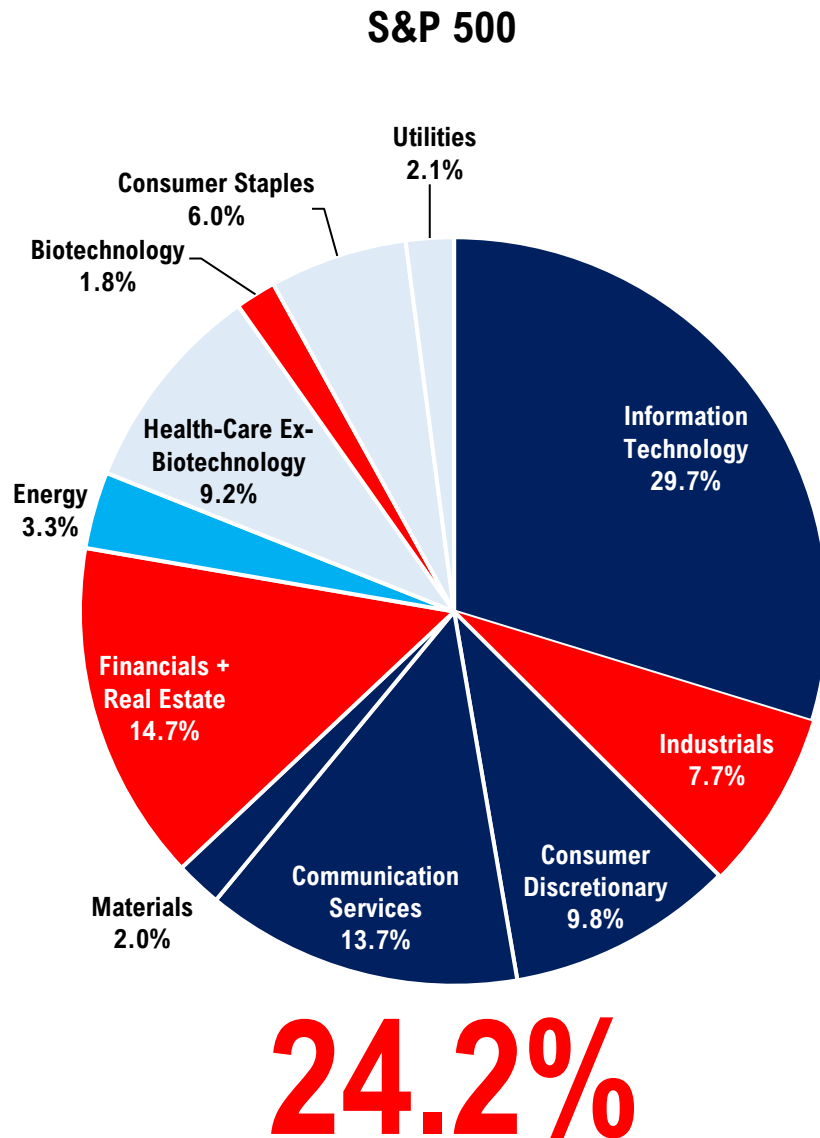


SMALL-CAPS: More Exposure to Rate Sensitive Industries

GICS Sector Weightings of S&P 500 vs Russell 2000

Biotechnology Shown ■ = Cyclical; ■ = Near-Cyclical; ■ = Defensives

Macro Research

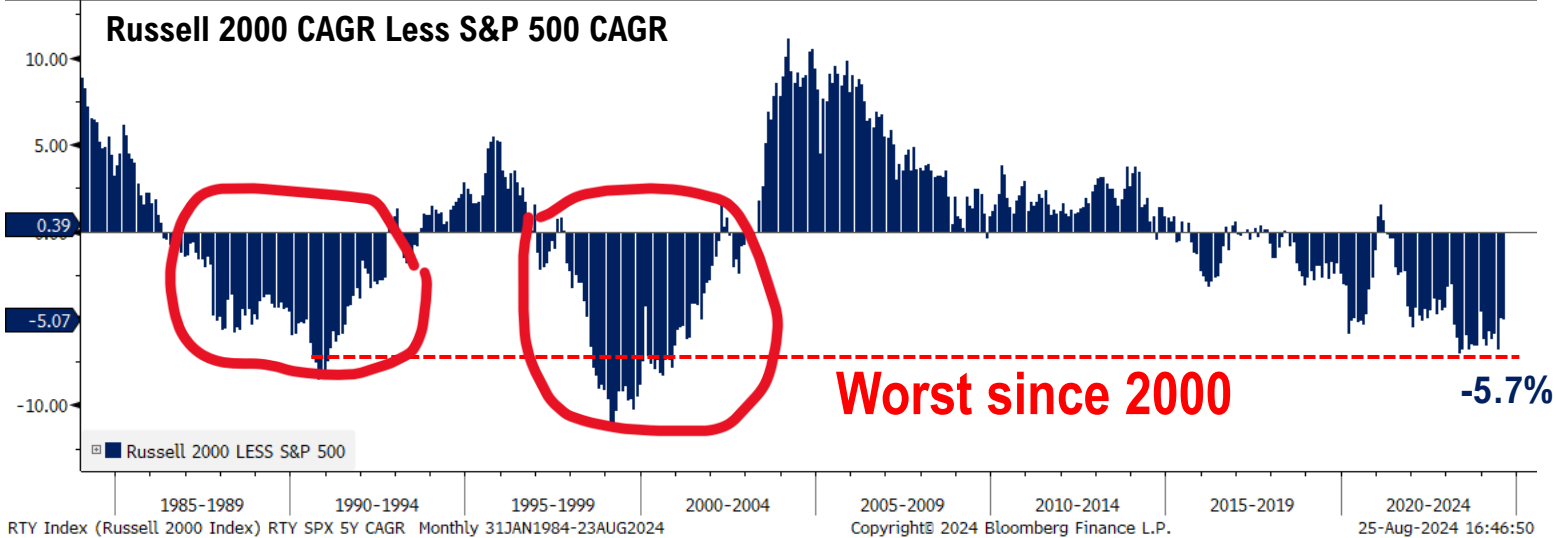
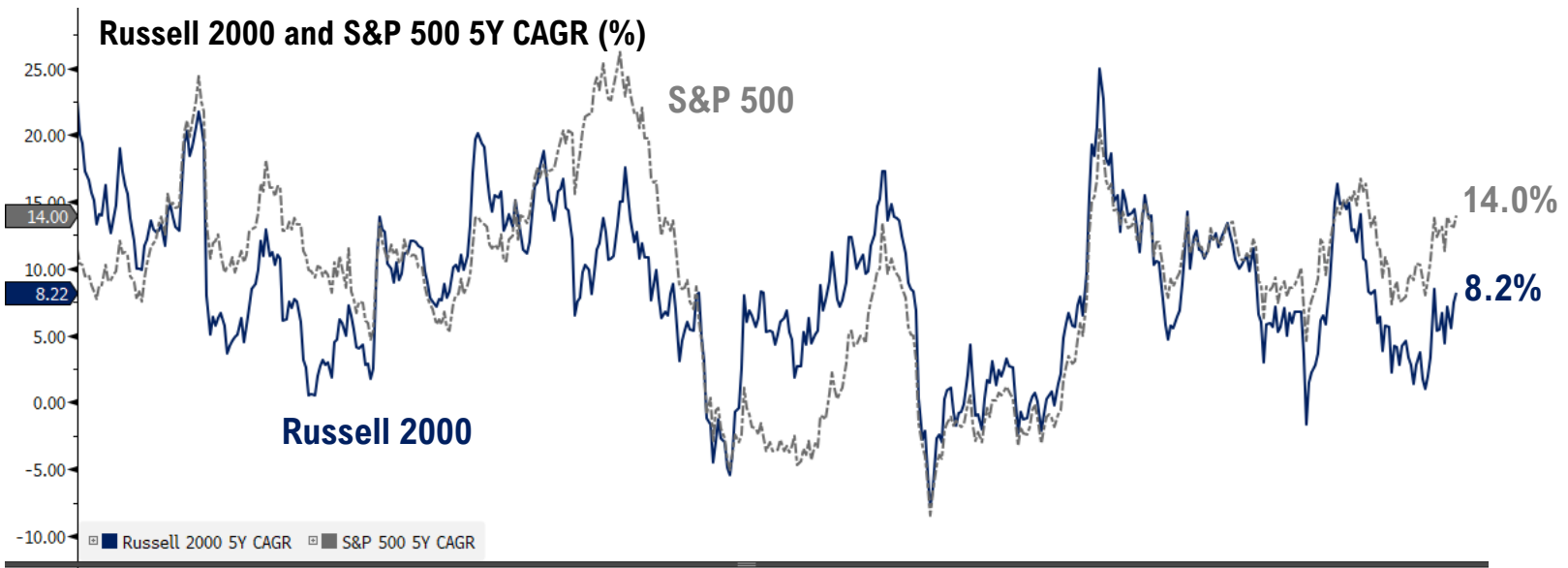


Source: Fundstrat, Bloomberg



SMALL-CAPS: Skepticism Largely Borne Out of Recency Bias

Russell 2000 and S&P 500 rolling 5Y annualized return Since 1984



Source: Fundstrat, Bloomberg

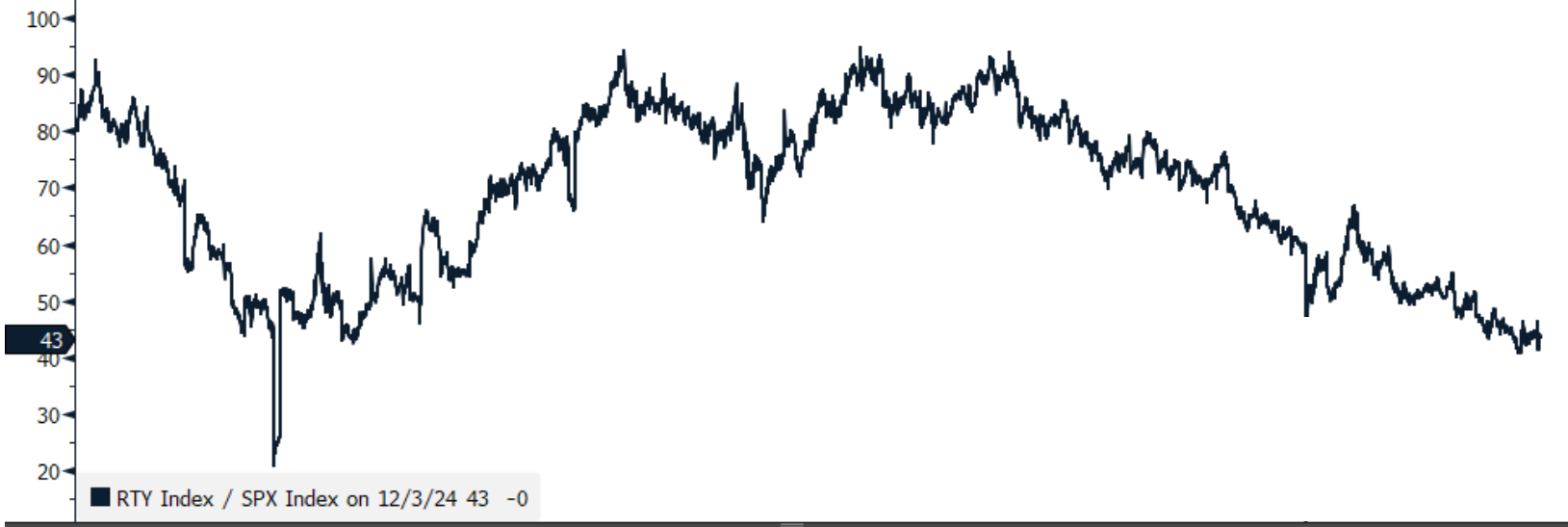


SMALL-CAPS: Relative P/B Ratio at Key Levels

Relative Price to Book Ratio and Relative Price Ratio - Russell 2000 / S&P 500

Since 1995

Relative P/B ratio – Russell 2000 / S&P 500



Relative Price ratio – Russell 2000 / S&P 500



Russell 2000 beat S&P 500 by 650bp annually +11,300bp

1995-1999 2000-2004 2005-2009 2010-2014 2015-2019 2020-2024
 RTY Index (Russell 2000 Index) Rel RTY vs SPX PB Daily 25MAR1995-03DEC2024 Copyright© 2024 Bloomberg Finance L.P. 03-Dec-2024 18:53:23

Source: Fundstrat, Bloomberg



FINANCIALS: Case for Financials strong

- Revived US “animal spirits” means economic activity likely picking up – ISM manufacturing depressed for nearly 3 years.
- Falling cost of capital and easing Fed means M&A activity likely rises, boosting investment banking activity.
- Capital markets and IPO activity could recover.
- Banks and financials beneficiary of potential White House push to de-regulation.
- Deposits and funding costs near peak. Fed cut relief to “High Cost Deposit” franchises and net interest margin (NIM) below long-term averages.

Source: Fundstrat



FINANCIALS: Financials Sector vs S&P 500 Index

Since 2022

Macro Research



SSFINL Index (S&P 500 Financials Sector GICS Level 1 Index) SSFINL 3yr vs SPX Daily 01JAN2022-03DEC2024 Copyright© 2024 Bloomberg Finance L.P. 03-Dec-2024 16:22:19

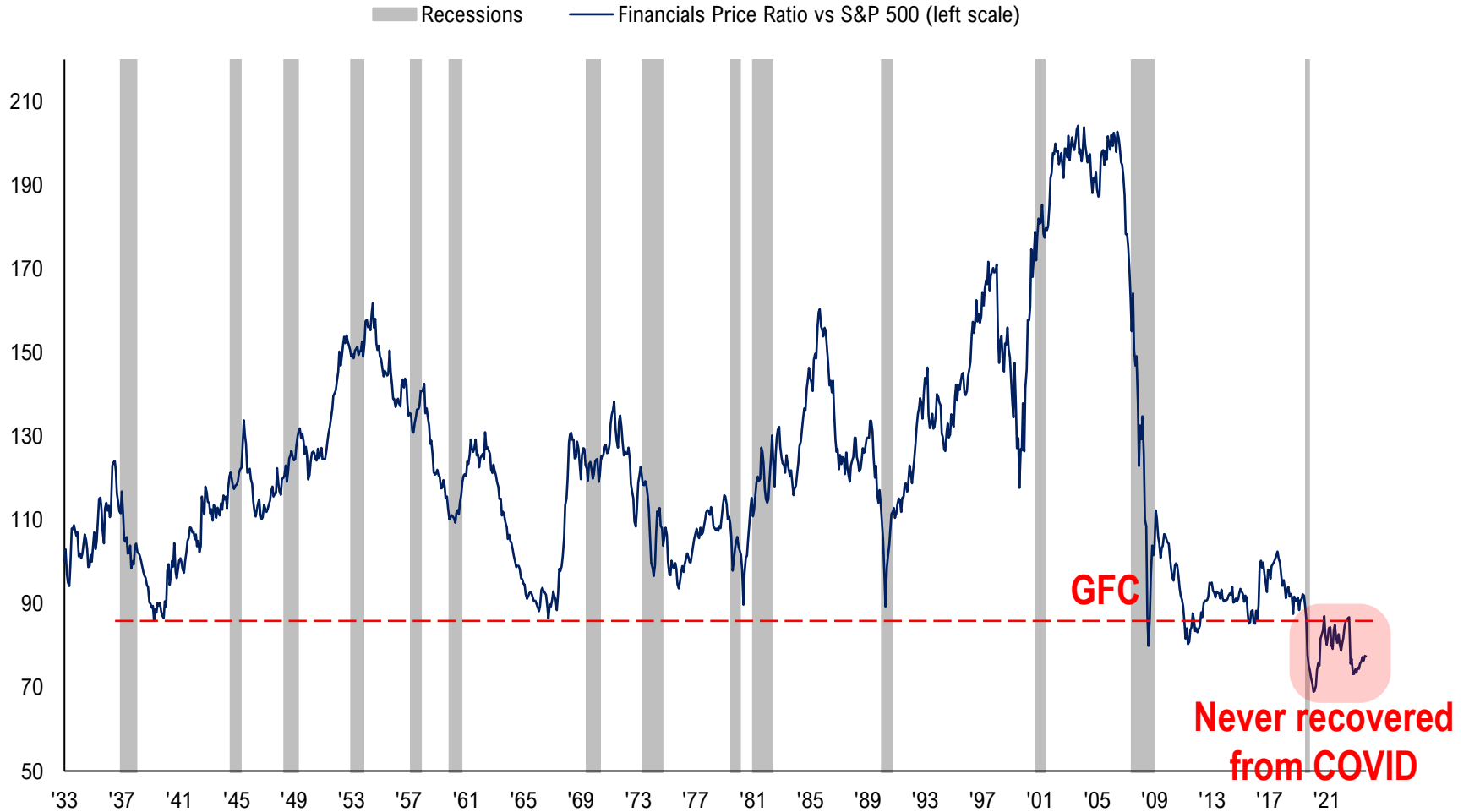
Source: Fundstrat, Bloomberg

*Start of 2022 Rebased to 100



FINANCIALS: Never recovered post pandemic

Financials Price Ratio vs S&P 500 Since 1933

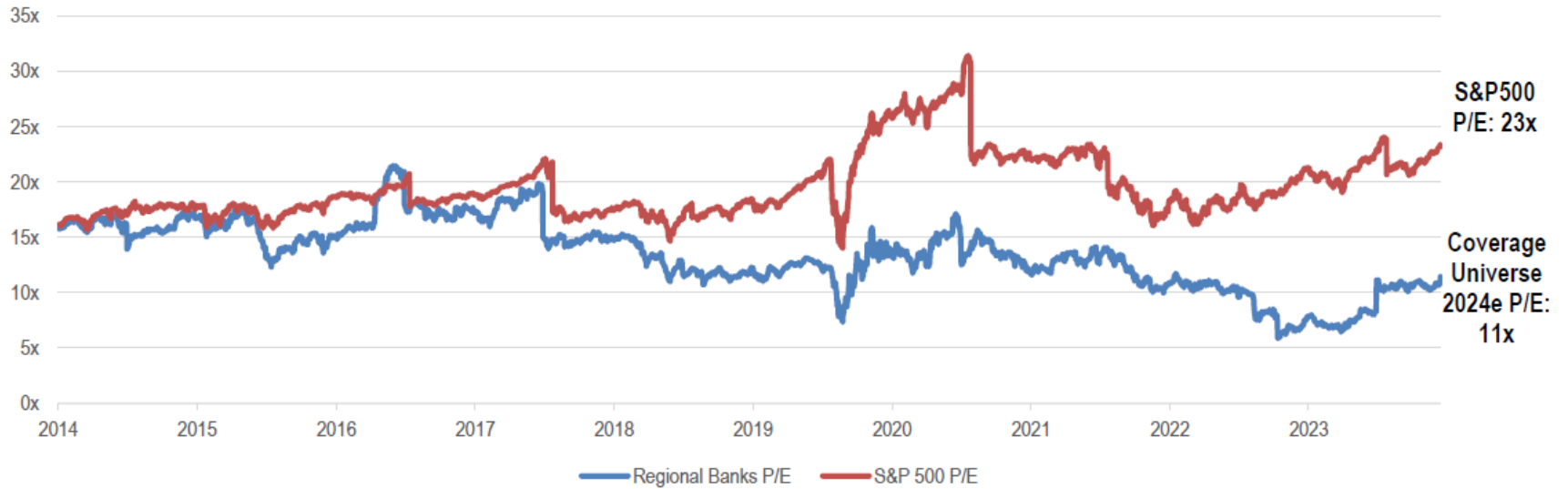


Source: Fundstrat, Fama Data Library, Bloomberg

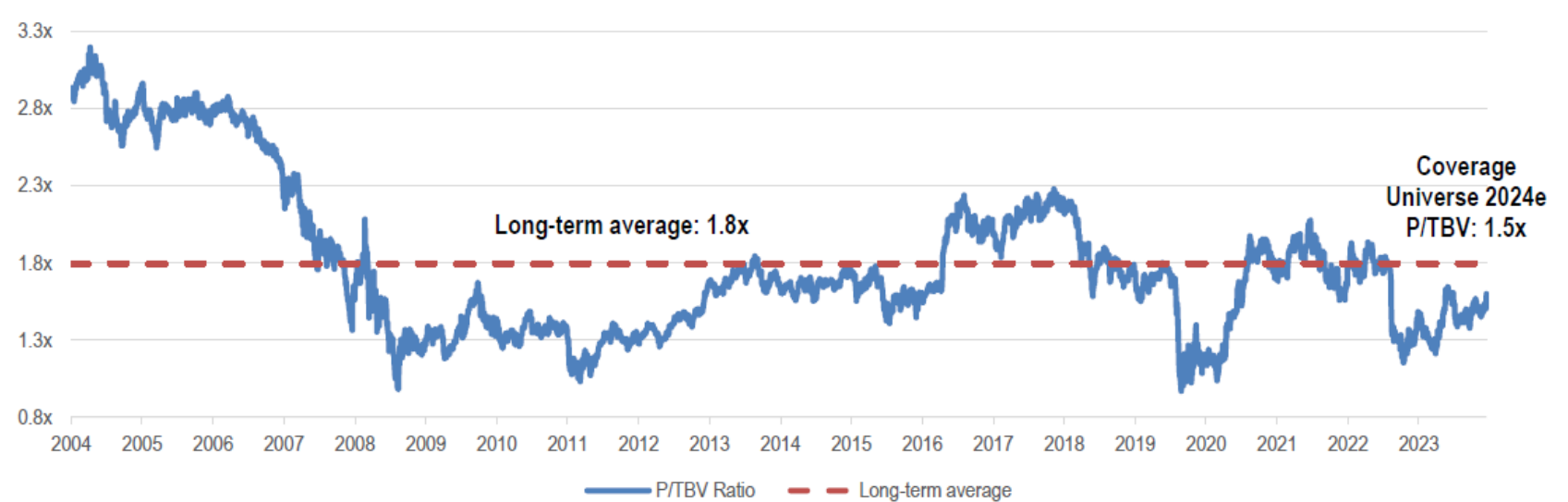


Regional Bank Stock Multiples are Deeply Discounted to the Market

Regional Bank Stock P/E Versus S&P 500 P/E Multiple Trend, 2014-Today



Regional Bank Stock P/TBV Trend, 2004-Today



U.S. MID- AND SMALL-CAP BANK INDUSTRY
Steven Alexopoulos, CFA | 212-622-6041 | steven.alexopoulos@jpmorgan.com

Source: S&P Global. Data is for the Nasdaq Bank Index (CBNK Index) and as of July 2024.

J.P.Morgan

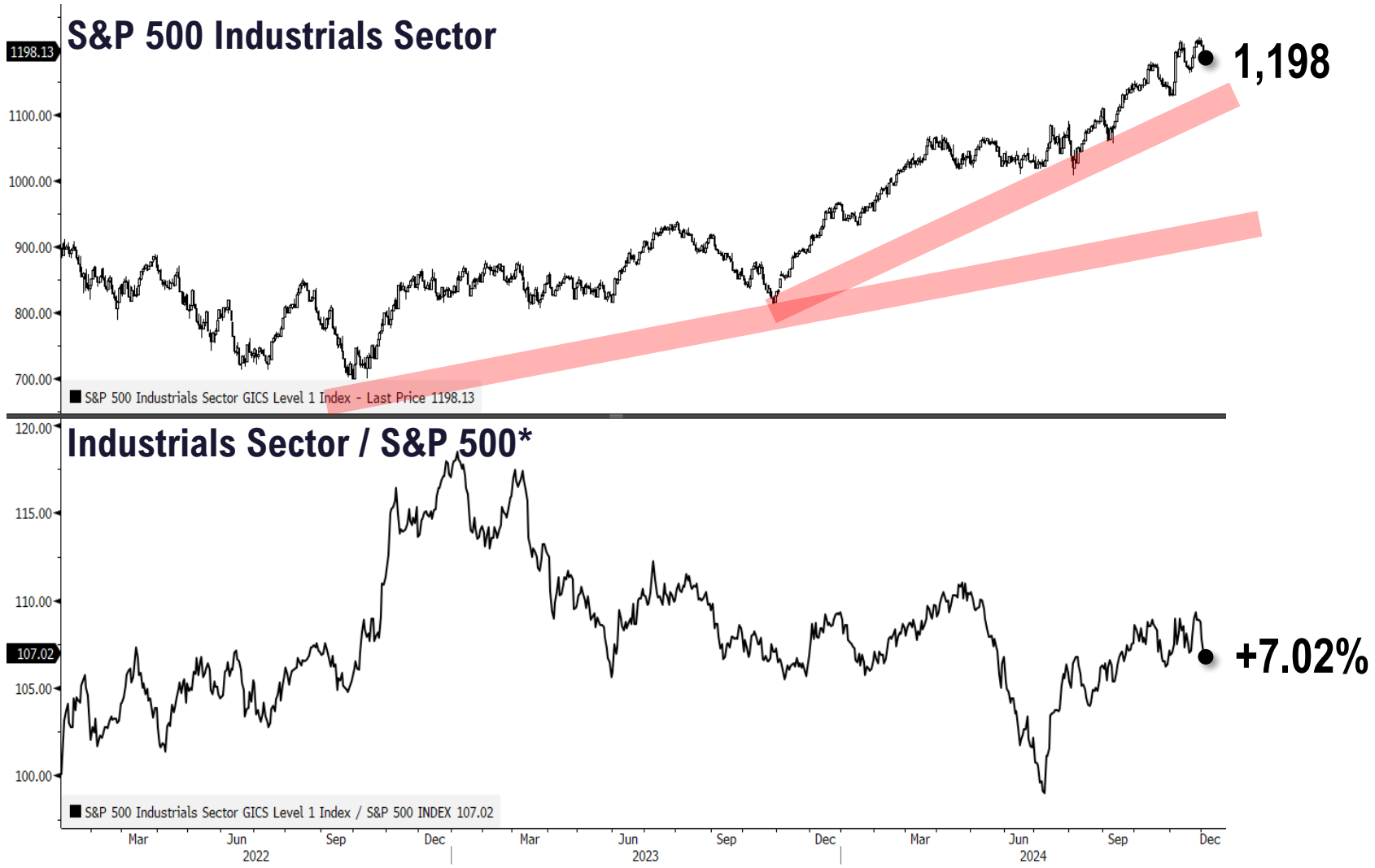
fundstrat



INDUSTRIALS: Industrials Sector vs S&P 500 Index

Since 2022

Macro Research



SSINDU Index (S&P 500 Industrials Sector GICS Level 1 Index) SSINDU 3yr vs SPX Daily 01JAN2022-03DEC2024 Copyright© 2024 Bloomberg Finance L.P. 03-Dec-2024 16:22:29

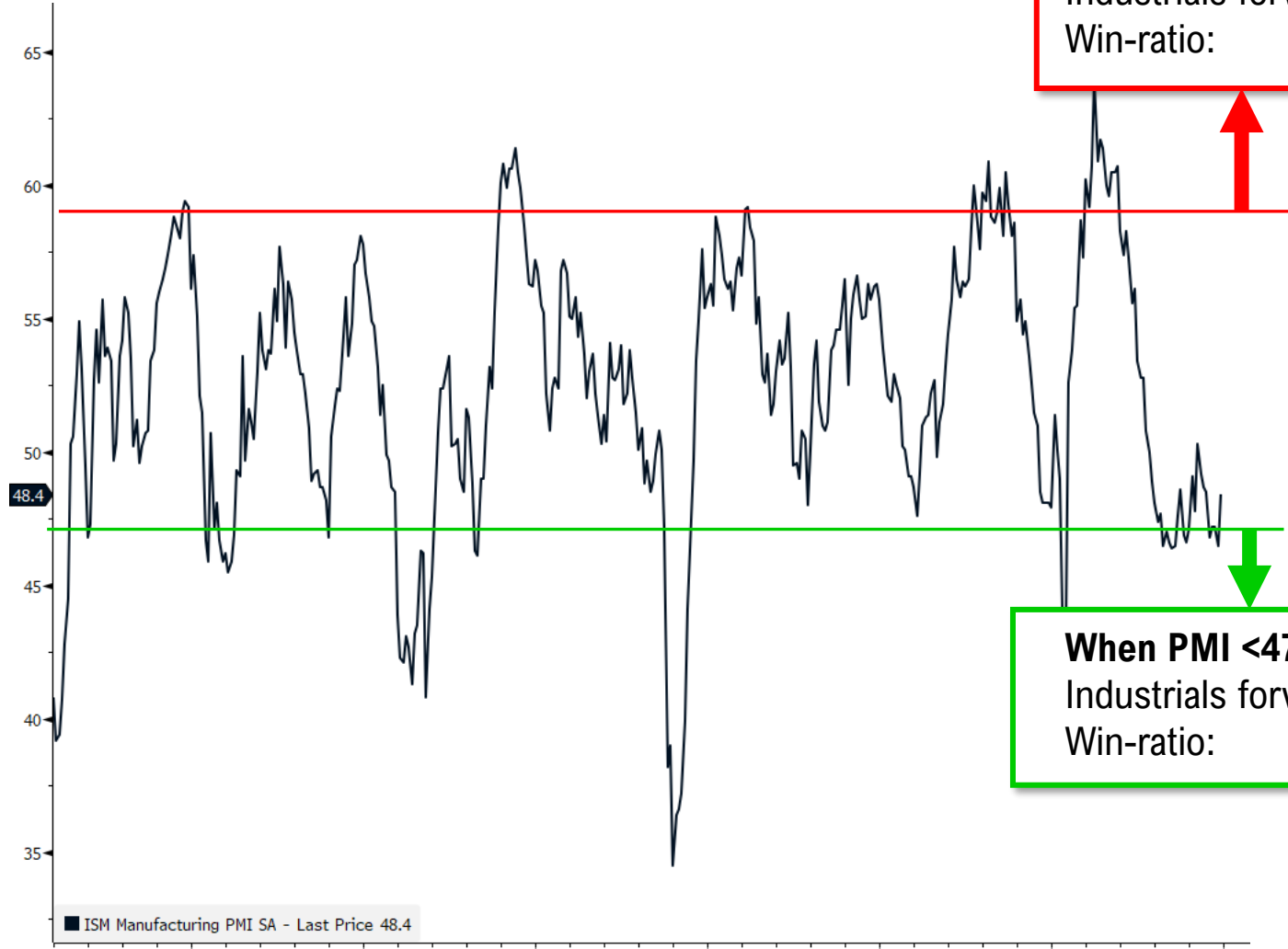
Source: Fundstrat, Bloomberg

*Start of 2022 Rebased to 100



INDUSTRIALS: Buy Industrial stocks when PMI <47

PMI: ISM
Since 1990. Monthly.



When PMI >58
 Industrials forward 12M: **+6%**
 Win-ratio: **60%**

When PMI <47
 Industrials forward 12M: **+22%**
 Win-ratio: **95%**

ISM Manufacturing PMI SA - Last Price 48.4
 NAPMPMI Index (ISM Manufacturing PMI SA) ISM PMI SA Since 1990 Monthly 31DEC1990-04DEC2024 Copyright© 2024 Bloomberg Finance L.P. 04-Dec-2024 13:25:51

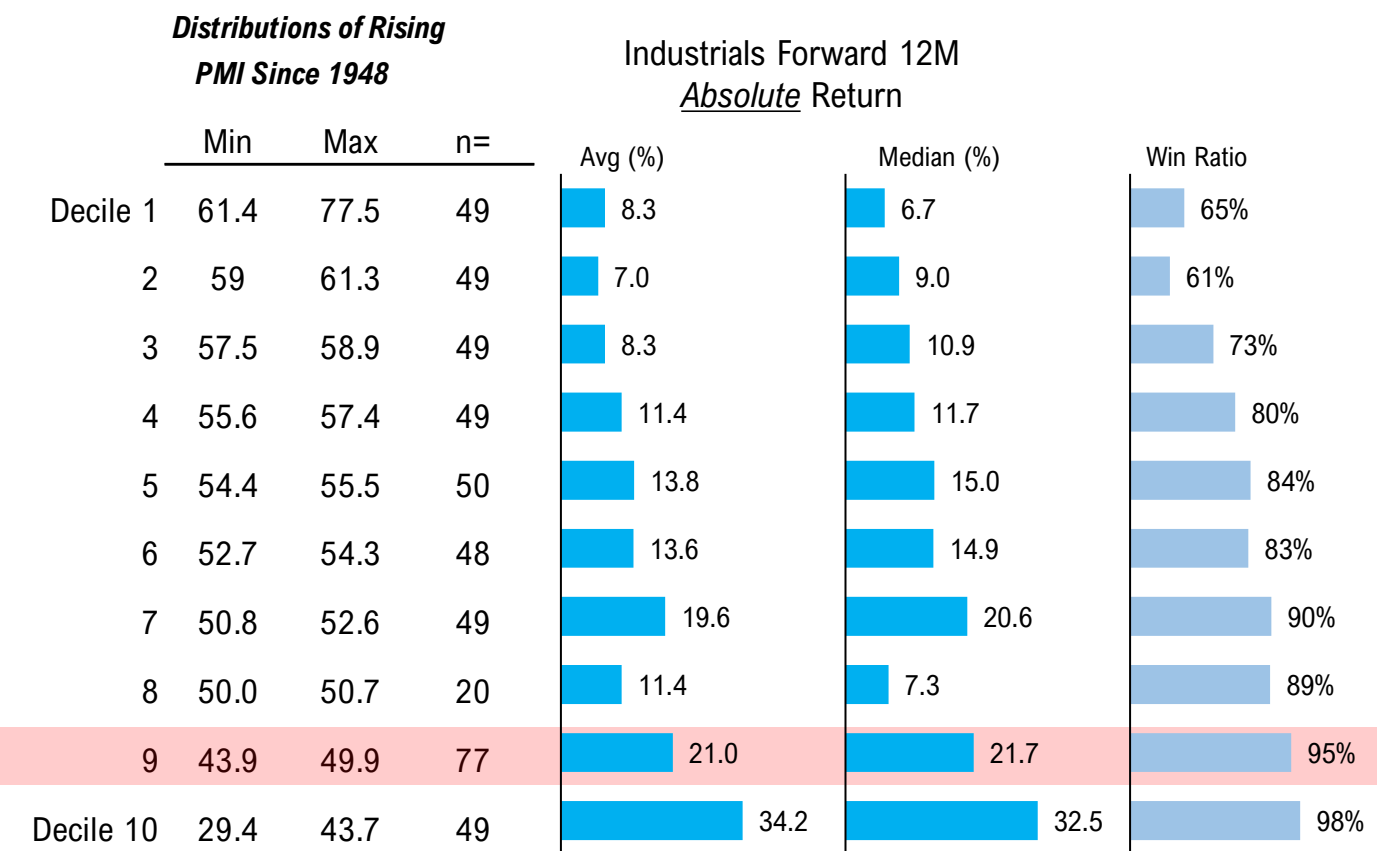
Source: Fundstrat, Bloomberg



INDUSTRIALS: Even better when PMIs <50 and RISING

INDUSTRIALS: Absolute Forward Returns of Industrials When PMI is Rising Since 1948

Macro Research



Source: Fundstrat, Bloomberg, Datastream



Why Granny Shots?

The term “Granny shot” refers to an unconventional basketball free throw style.

Shaquille:
(career success)

52%



Rick Barry:
(career success)

90%



Source: NBA, not a prediction of investment outcomes, but a description of a process



STRATEGY: SMID Granny represents the “best of the best” from Thematics

The SMID granny shots represent the best of the best small and mid-cap constituents from the thematic portfolios

- This is derived from looking at small or mid-cap stocks which appear in multiple themes.

Figure: SMID Granny Shots are the “best of the best”
 Selected from a universe consisting of 2,471 small and mid-cap stocks

Tactical (6M-12M)

| | # stocks |
|--------------|----------|
| Style tilt | 52 |
| Seasonality | 48 |
| PMI Recovery | 52 |

Thematic (3Y-5Y)

| | # stocks |
|----------------------------|----------|
| Energy Security | 46* |
| Millennials | 30 |
| Global Labor Suppliers | 37 |
| Easing Financial Condition | 41 |

SMID Granny Shots



| # overlaps “layups” | Tickers |
|---------------------|--|
| 4 | MSTR |
| 3 | PRIM, MLI, GVA EXP, EME, CVLT |
| 2 | APP, TPX, WSM PLUS, CARG, CVNA AYI, IBCP, TBBK EWBC, NWPX, MCBS SPOT, USLM, TWLO STRL, SNEX, IONQ SHAK, QNST, PI OSPN, MCY, AVPT LPX, ZETA, ITRI IESC, SFM, HIMS FIX, ESE, VMI, BANF AWI, AIT, AGYS |

Rick Barry career free throw percentage was eye-popping 90%, incredible considering Shaquille O’Neal’s only 52%.

His secret? The unorthodox style of underhanded throws, which is considered “not macho” enough for most players.

Source: Fundstrat
 *Includes large cap



Rick Barry career free throw percentage was eye-popping 90%, incredible considering Shaquille O'Neal's only 52%.

His secret? The unorthodox style of underhanded throws, which is considered "not cool" enough for most players.

SMID GRANNY SHOTS: 44 ideas

Introducing new SMID Granny Shot portfolio.

- **These stocks are recommended across at least two of our investment strategies within SMID Universe, which makes them likely to benefit from multiple themes and secular tailwinds.**

Source: Fundstrat, Factset, Bloomberg

| Ticker | Company | Mkt Cap (\$M) | Style Tilt | Seasonality | PMI Upside | Energy/Cyber Security | Millennials | Global Labor Supplier | Easing Financial Conditions | Strategy Count |
|--------|---------|-----------------------------|------------|-------------|------------|-----------------------|-------------|-----------------------|-----------------------------|----------------|
| 1 | MSTR | Microstrategy Inc | \$77,364 | • | | | • | • | • | 4 |
| 2 | PRIM | Primoris Services Corp | \$4,165 | • | • | | | | | 3 |
| 3 | MLI | Mueller Industries Inc | \$9,117 | • | • | | | | • | 3 |
| 4 | GVA | Granite Construction Inc | \$4,183 | • | • | • | | | | 3 |
| 5 | EXP | Eagle Materials Inc | \$9,310 | • | • | • | | | | 3 |
| 6 | EME | Emcor Group Inc | \$21,819 | • | • | • | | | | 3 |
| 7 | CVLT | Commvault Systems Inc | \$7,570 | • | | • | | | | 3 |
| 8 | APP | Applovin Corp | \$95,890 | • | | | | • | | 2 |
| 9 | TPX | Tempur Sealy International | \$9,600 | | | | • | | • | 2 |
| 10 | WSM | Williams-Sonoma Inc | \$22,989 | | | | | • | • | 2 |
| 11 | PLUS | Eplus Inc | \$2,120 | | | | • | | • | 2 |
| 12 | CARG | Cargurus Inc | \$3,352 | | | | • | | • | 2 |
| 13 | CVNA | Carvana Co | \$30,395 | | | | • | | • | 2 |
| 14 | AYI | Acuity Brands Inc | \$9,853 | | • | | | | • | 2 |
| 15 | IBCP | Independent Bank Corp/Mi | \$790 | | • | | | | • | 2 |
| 16 | TBBK | Bancorp Inc/The | \$2,645 | | • | | | | • | 2 |
| 17 | EWBC | East West Bancorp Inc | \$14,363 | | • | | | | • | 2 |
| 18 | NWPX | Northwest Pipe Co | \$535 | | • | • | | | | 2 |
| 19 | MCBS | Metrocity Bankshares Inc | \$877 | • | | • | | | | 2 |
| 20 | SPOT | Spotify Technology Sa | \$93,870 | • | | | • | | | 2 |
| 21 | USLM | United States Lime & Mine | \$4,107 | • | • | | | | | 2 |
| 22 | TWLO | Twilio Inc | \$16,633 | • | | • | | | | 2 |
| 23 | STRL | Sterling Infrastructure Inc | \$5,614 | • | • | | | | | 2 |
| 24 | SNEX | Stonex Group Inc | \$3,263 | • | | • | | | | 2 |
| 25 | IONQ | Ionq Inc | \$7,134 | • | | | • | | | 2 |
| 26 | SHAK | Shake Shack Inc | \$5,335 | • | | | • | | | 2 |
| 27 | QNST | Quinstreet Inc | \$1,227 | • | • | | | | | 2 |
| 28 | PI | Impinj Inc | \$4,429 | • | | | • | | | 2 |
| 29 | OSPN | Onespan Inc | \$710 | • | • | | | | | 2 |
| 30 | MCY | Mercury General Corp | \$3,988 | • | | • | | | | 2 |
| 31 | AVPT | Avepoint Inc | \$3,501 | • | | | • | | | 2 |
| 32 | LPX | Louisiana-Pacific Corp | \$8,191 | • | • | | | | | 2 |
| 33 | ZETA | Zeta Global Holdings Corp | \$4,561 | • | | | • | | | 2 |
| 34 | ITRI | Itron Inc | \$5,069 | • | • | | | | | 2 |
| 35 | IESC | Ies Holdings Inc | \$5,036 | • | • | | | | | 2 |
| 36 | SFM | Sprouts Farmers Market Inc | \$14,691 | • | | | • | | | 2 |
| 37 | HIMS | Hims & Hers Health Inc | \$6,486 | • | | | • | | | 2 |
| 38 | FIX | Comfort Systems Usa Inc | \$16,344 | • | • | | | | | 2 |
| 39 | ESE | Esco Technologies Inc | \$3,690 | • | | • | | | | 2 |
| 40 | VMI | Valmont Industries Inc | \$6,638 | • | • | | | | | 2 |
| 41 | BANF | Bancfirst Corp | \$4,219 | • | | • | | | | 2 |
| 42 | AWI | Armstrong World Industries | \$6,748 | • | | • | | | | 2 |
| 43 | AIT | Applied Industrial Technol | \$10,400 | • | • | | | | | 2 |
| 44 | AGYS | Agilysys Inc | \$3,627 | • | | | • | | | 2 |



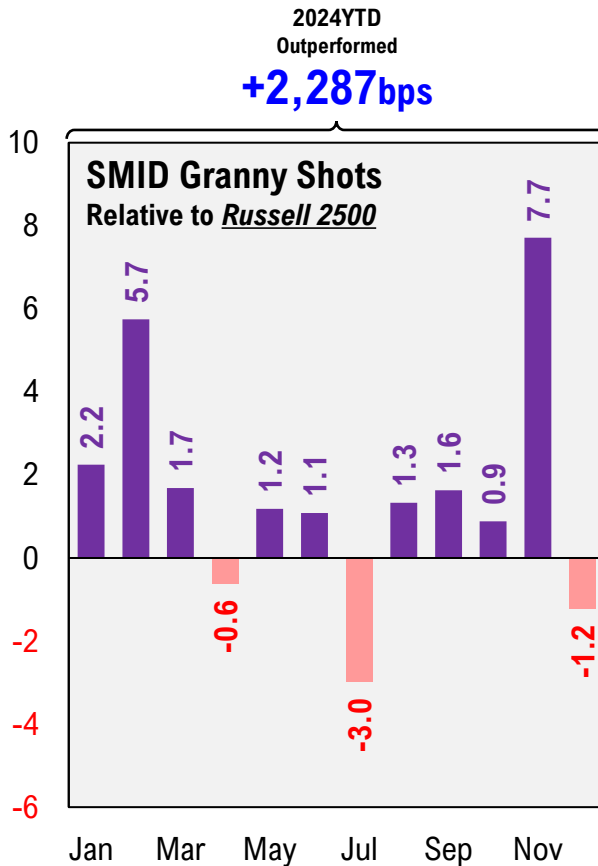
SMID GRANNY Performance

As of 12/10/2024

Macro Research

SMID Granny Shots Return Relative to Russell 2500

Monthly since SMID Granny Shots Inception on 1/16/2024



Source: Fundstrat, Factset

* Jan 2024 return is calculated since SMID Granny Shots introduction on Jan 16.

| Ticker | Company | Mkt Cap (\$M) | Style Tilt | Seasonality | PMI Usage | Energy/Other Security | Millennials | Global Labor Supplier | ESG/Financial Condition | Strategy Count |
|--------|---------|-----------------------------|------------|-------------|-----------|-----------------------|-------------|-----------------------|-------------------------|----------------|
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| 2 | PRIM | Primoris Services Corp | \$4,165 | | | | | | | 3 |
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| 43 | AIT | Applied Industrial Technolc | \$10,400 | | | | | | | 2 |
| 44 | AGYS | Agilysys Inc | \$3,627 | | | | | | | 2 |



GRANNY SHOTS: Large-cap Grannies now an ETF \$GRNY

**Fundstrat Granny Shots
US Large Cap ETF**

GRNY

**fundstrat
capital**

Portfolio Managers

Thomas J. Lee, CFA
tom.lee@fundstratcapital.com

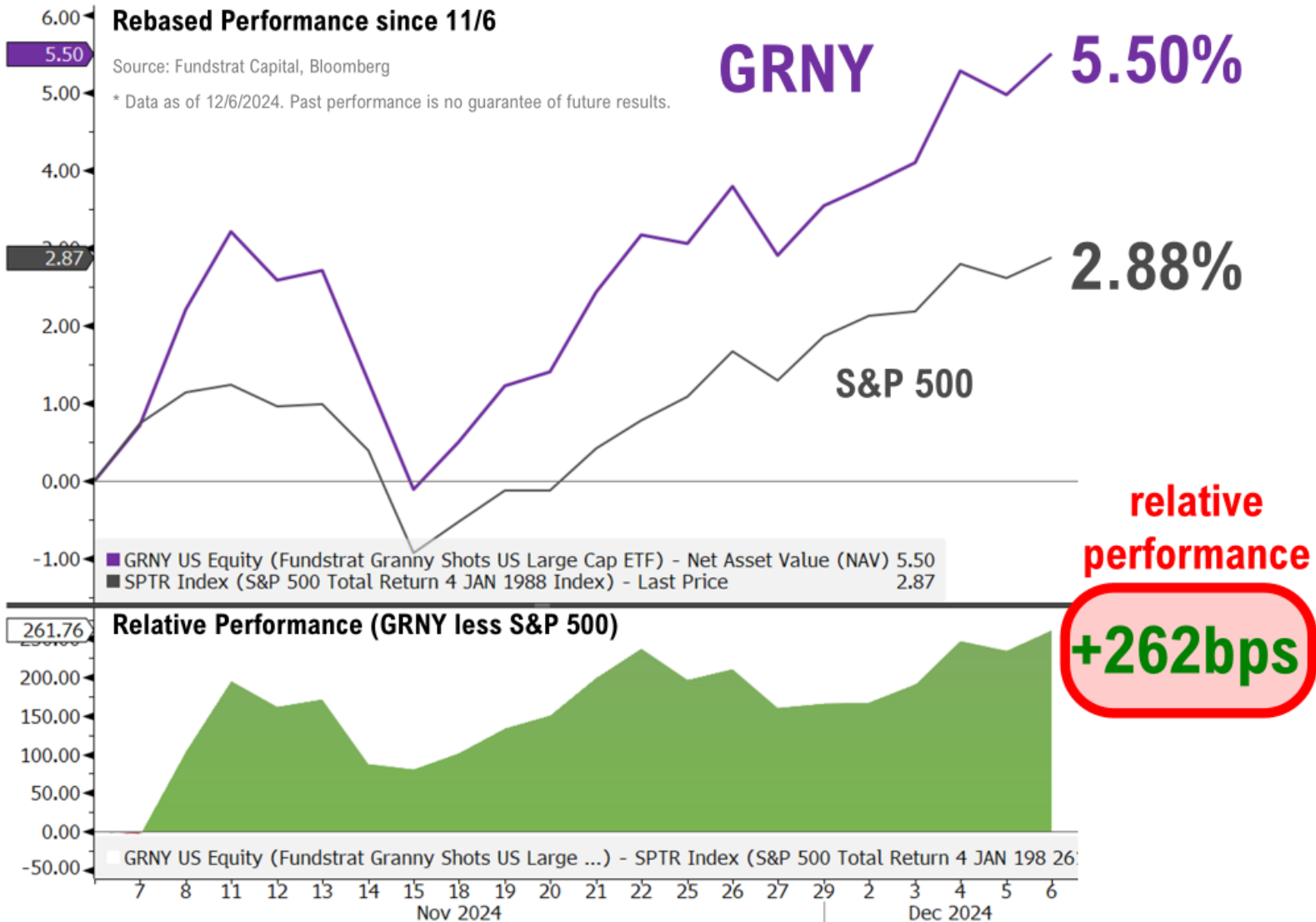
Ken Xuan, CFA, FRM





GRNY Performance since Inception

vs. S&P 500, measured by NAV (Net Asset Value)



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From: Quarter-End as of 9/30/2024

| Performance | One Month | Three Months | Six Months | QTD | Fund Inception |
|--------------|-----------|--------------|------------|-----|----------------|
| ETF - NAV | - | - | - | - | - |
| ETF - Market | - | - | - | - | - |
| Benchmark | - | - | - | - | - |

Expense Ratio: 0.75%

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Positive (+): The analyst expects the performance of his industry/sector coverage universe over the next 6-18 months to be attractive vs. the relevant broad market benchmark, being the S&P 500 for North America.

Neutral (N): The analyst expects the performance of his or her industry/sector coverage universe over the next 6-18 months to be in line with the relevant broad market benchmark, being the S&P 500 for North America.

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