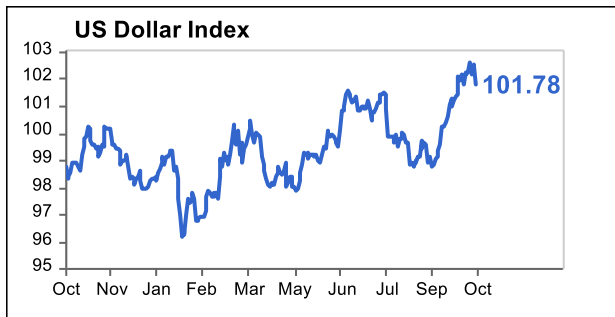




October 16, 2026

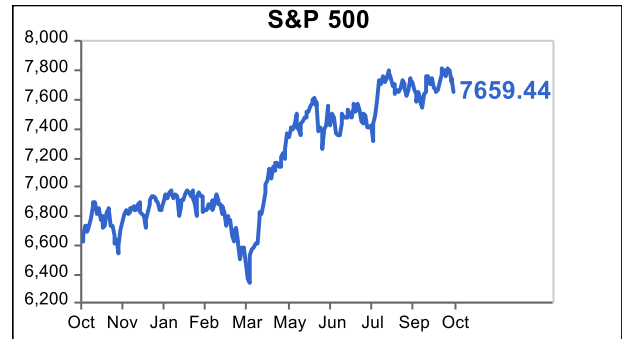
Weekly Recap

U.S. markets experienced a volatile week as investors digested hotter inflation data, renewed pressure across technology shares, and shifting expectations for Federal Reserve policy. September consumer prices (CPI) rose 0.6% month-over-month (M/M) and 3.7% year-over-year (Y/Y), with gasoline accounting for more than half of the monthly increase. Excluding food and energy, core CPI advanced 0.3% M/M and 2.6% Y/Y, reinforcing concerns that inflation remains above the Fed's comfort zone. Producer prices (PPI) added to those concerns Thursday, rising 1.3% in September and 6.3% from a year earlier, the strongest annual increase since December 2022. Equity markets responded with heightened volatility, led by a pullback in technology and AI-related shares as investors reassessed elevated valuations, capital spending requirements, and the impact of higher financing costs. The weakness prompted a notable rotation into healthcare, consumer staples, and materials, allowing the Dow to outperform the technology-heavy Nasdaq during the latter half of the week. Interest rates remained a key driver of sentiment. Treasury yields initially moved higher following the CPI report as markets priced in a greater probability of additional Fed tightening. However, yields reversed lower Thursday as the technology selloff increased demand for Treasuries and defensive assets. The 10-year Treasury yield fell roughly 16 basis points to 5.08% over the course of the week. Despite persistent inflation pressures, markets continue to favor a Fed hold at the October meeting, while expectations for an additional rate increase by year-end have risen over the past week.

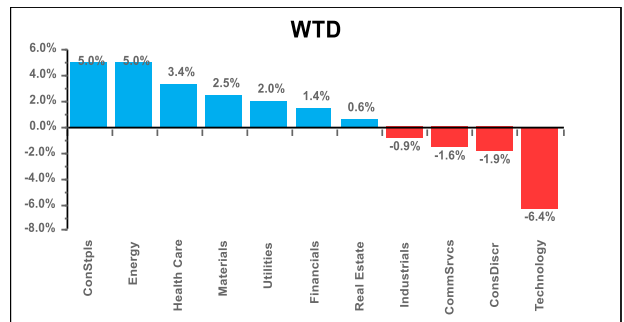


Key Points for Investors to Consider:

- September CPI and PPI came in hotter, reinforcing concerns that inflation remains above the Fed's comfort zone
- A pullback in tech and AI-related shares prompted investors to rotate toward healthcare, consumer staples, and materials
- Treasury yields were volatile, with the 10-year ending lower at 5.08% even as expectations increased for another Fed rate hike later this year



INDICES	Close	Wk Net Change	Wk % Change	Div Yield	YTD % Change	12 Mos % Change
DJII-USA	52,002.41	347.46	0.67	1.66	8.20	13.17
S&P 500	7,659.44	-152.10	-1.95	1.36	11.89	15.54
NASDAQ	26,140.03	-1226.14	-4.48	0.85	12.47	15.86
S&P MidCap 400	3,615.78	-53.39	-1.46	2.34	9.40	12.41
EAFE	103.55	0.15	0.15	3.13	7.83	9.76
Emerging Markets	76.79	-4.61	-5.66	3.35	14.24	14.63



COMMODITIES	Price	Wk % Change	FOREX	Price	Wk % Change
Copper	6.56	-1.91	EUR/USD	1.13	0.34
Gold	4,188.80	-0.65	USD/JPY	157.93	-0.18
WTI	98.98	7.76	GBP/USD	1.34	0.70
Brent	109.85	4.90	USD/CAD	1.41	-0.71
Natural Gas	3.12	-3.11			

TREASURIES	Current Yield	12/31/25 Yield
1 - Year	4.42	3.47
2 - Year	4.71	3.48
5 - Year	4.87	3.73
10 - Year	5.08	4.17
30 - Year	5.43	4.84

RUSSELL STYLE RETURNS

WTD	Value	Blend	Growth	YTD	Value	Blend	Growth
Large	0.88%	-2.01%	-5.03%	Large	22.89%	12.37%	2.94%
Medium	0.60%	-1.20%	-6.37%	Medium	18.75%	13.64%	-1.89%
Small	-1.01%	-3.05%	-5.03%	Small	16.40%	10.61%	5.17%

COMING UP NEXT WEEK		Consensus	Prior
10/20 ADP Weekly Employment Change	(10/03)	-	24,750
10/20 Housing Starts SAAR	(Sep)	1,310K	1,275K
10/20 Pending Home Sales M/M	(Sep)	0.10%	0.30%
10/22 Initial Claims SA	10/17	197.0K	199.0K
10/22 Leading Indicators SA M/M	(Sep)	0.0%	-0.10%
10/23 S&P Global PMI Manufacturing SA (Preliminary)	(Oct)	55.0	55.9
10/23 S&P Global PMI Services SA (Preliminary)	(Oct)	57.8	58.8
10/23 Michigan Sentiment NSA (Final)	(Oct)	46.3	46.3 P

SECTORS - Large Cap

	Close	Wk Net Change	WTD	MTD	QTD	YTD
Defensive						
Staples	982.24	47.03	5.0%	9.1%	9.1%	13.6%
Health Care	2,059.72	67.12	3.4%	4.9%	4.9%	14.1%
CommServices	464.67	-7.59	(1.6%)	(1.2%)	(1.2%)	2.7%
Eco Sensitive						
Consumer Disc	1,850.08	-36.33	(1.9%)	2.4%	2.4%	(4.1%)
Energy	1,049.61	49.94	5.0%	11.1%	11.1%	52.7%
Industrials	1,420.06	-12.55	(0.9%)	0.5%	0.5%	8.1%
Info Tech	6,910.58	-470.41	(6.4%)	(4.9%)	(4.9%)	21.6%
Materials	645.44	15.45	2.5%	4.5%	4.5%	12.4%
Interest Rate Sensitive						
Financials	923.36	12.85	1.4%	3.9%	3.9%	1.3%
Utilities	428.93	8.39	2.0%	7.1%	7.1%	(1.1%)
REIT	271.02	1.59	0.6%	2.0%	2.0%	7.8%

Source: FactSet