Sabrient®

Sabrient leverages a process-driven methodology to build robust quantitative models and produce actionable equity research, investor tools, stock & ETF rankings, derived data sets, stock portfolios, and rules-based indexes to help investors seek to outperform market benchmarks.

Portfolio Update and Market Outlook

Baker's Dozen – Dividend – Small Cap Growth – Forward Looking Value

1. ***Summary talking points for advisors and investors***
2. ***Overview of the latest Q4 2025 Baker's Dozen***
3. ***Dividend 54 launched on 11/6; Small Cap Growth 48 is in primary market until 12/18***
4. ***Company overview and our portfolio selection process***
5. ***Performance update (including long-term chart of the annual Baker's Dozen Model Portfolio)***
6. ***Market observations & outlook***
7. ***Sabrient founder David Brown's new book: "Moon Rocks to Power Stocks"***

Updated 12/1/2025

Summary Talking Points

1. Sabrient leverages a **process-driven methodology** developed by former engineers and forensic accountants to build quantitative, fundamentals-based, multifactor models and a "*quantamental*" (quantitative screen plus fundamental review & selection) approach (Slide 3-4).
2. The **Baker's Dozen Model Portfolio** launched January 2009 (near bottom of Global Financial Crisis). Over the 17 years, it shows an **average annual gross total return of +20.1%** vs. +14.7% for SPY, outperforming SPY in 12 of the 17 years (Slide 6).
3. Our portfolios include quarterly **Baker's Dozen, Dividend, and Small Cap Growth**, and annual **Forward Looking Value**. Of our most recent portfolios, **29 of 33 (88%)** have outperformed or stayed close to their benchmarks (gross total return) (Slide 8).
4. The latest **Q4 2025 Baker's Dozen** launched on 10/17 with 13 concentrated positions across a diverse group of Large/Mid/Small caps (2/8/3) and a 7/6 split between Growth/Value, reflecting a SMID and Growth bias (Slide 7). The *Baker's Dozen* is designed to offer the potential for outsized gains — for example, Q1 2024 portfolio had gross total return **+45.7%** vs. SPY +8.2% (Slide 9), and Q3 2024 portfolio is **+41.7%** vs. +24.1% for SPY (Slide 11).
5. The annual **Forward Looking Value 13** launched on 8/15 with a small/mid-cap bias. It is a less-concentrated and more value-oriented version of Baker's Dozen and offers an alpha-seeking alternative to a passive position in the S&P 500 Value Index. It is now in secondary market and closed to new investors.
6. The **latest Dividend 54 launched on 11/6** with a **3.7% yield.** It employs a GARP & Income strategy, offering bond-proxy income while seeking capital appreciation from quality companies with a solid growth history and reliable dividends.
7. The latest **Small Cap Growth 48** launched on 10/3. It provides an alpha-seeking alternative to a passive position in the Russell 2000 Index for small-cap exposure in anticipation of improving market breadth. It remains in primary market until 12/18, and then **Small Cap Growth 49** will launch on 12/19.
8. One key alpha factor is our Earnings Quality Rank (EQR), an accounting-based risk assessment signal used in all our portfolio strategies. It is also licensed as a quality prescreen to the **First Trust Long-Short ETF (FTLS)**, an actively managed, low-beta portfolio that has eclipsed $2 billion in AUM.
9. Our **Sector Rotation Model Portfolio** is bullish and suggests holding Technology, Basic Materials, and Healthcare (Slide 17).
10. Uncertainty persists with Fed policy, trade deals, wars, federal debt, civil strife, and lofty valuations. We finally got the overdue pullback, but fundamental tailwinds outweigh headwinds, so investors continue to position for tax and interest rate cuts, rising liquidity, deregulation, and solid earnings (Slides 18-19).
11. Rather than the pricey passive cap-weighted indexes dominated by Big Tech, **investors may be better served by active stock selection** that seeks under-the-radar and undervalued gems primed for explosive growth. *This is what Sabrient aims to do in our various portfolios*, all of which provide exposure to Value, Quality, Growth, and Size factors and to both secular and cyclical growth trends.

Sabrient Portfolios: leveraging our "quantamental" approach

- **Q4 2025 Baker's Dozen** (quarterly, 13 stocks) launched 10/17
  - ⇒ *Our flagship product is a concentrated, all-cap, alpha-seeking portfolio that balances value/cyclical growth with high-quality secular growers*

- **Small Cap Growth 48** (quarterly, 44 stocks) launched 10/3
  - ⇒ *Alpha-seeking alternative to the passive Russell 2000 for small cap exposure*
  - ⇒ *May benefit from rate cuts, improving market breadth, and rotation to small-mid cap*
  - ⇒ *Remains in primary market until 12/18 – the new* ***SCG 49 will launch on 12/19***

- **Dividend 54** (quarterly, 44 stocks) launched 11/6
  - ⇒ *High-quality GARP + Income portfolio; bond-proxy income with capital appreciation*
  - ⇒ *Current Yield of* ***3.59%*** *on NAV as of 11/30*

- **Forward Looking Value 13** (annual, 28 stocks) launched 8/15
  - ⇒ *Less-concentrated and more value-oriented version of the Baker's Dozen*
  - ⇒ *May benefit from improving market breadth and mean reversion of Value vs. Growth*

Company Overview

- **Sabrient Systems LLC:**
  - Independent equity research provider and registered investment advisor (RIA) founded in 2000
  - Quantitative fundamentals-based multifactor models created by:
    - ✓ team of engineers and analysts led by founder David Brown, a former **NASA** engineer on the Apollo 11 moon landing project, and CEO Scott Martindale, a former **Chevron** engineer
    - ✓ team of forensic accounting specialists from Gradient Analytics, a wholly owned Sabrient subsidiary
  - Process-driven, bottom-up methodology leveraging a scientific hypothesis-testing approach to model development
  - Unlike most RIAs, we don't manage investor money directly but instead receive licensing/consulting fees

- **Products & Services:**
  - Quantitative equity research, models and data sets, rankings of stocks & ETFs, online investor tools, and insightful market commentaries
  - Portfolio strategies for various investing styles, stock portfolios for UITs and SMAs, rules-based equity indexes for ETFs
  - Best known for our ***Baker's Dozen*** franchise, a 13-stock portfolio first introduced in 2009 based on a proprietary Growth at a Reasonable Price (GARP) "quantamental" approach
  - Baker's Dozen and 3 other offshoot strategies offered as **UITs through First Trust Portfolios**
  - 8 core proprietary multi-factor models, including the ***Earnings Quality Rank (EQR)***, an accounting-based risk signal designed by subsidiary Gradient Analytics and used internally for Sabrient portfolios. It is also licensed to hedge funds and to the ***First Trust Long-Short ETF (FTLS)***.

Our "Quantamental" Approach

1. **Quantitative screen** to narrow large eligible universe (50-100 names)

Forward P/E, forward EPS growth, recent dynamics of analyst consensus estimates, earnings quality (based on expertise of subsidiary Gradient Analytics), consistency & reliability of earnings growth

2. **Fundamental analysis** to identify top candidates (approx. 25 names)

Still mainly numbers-driven, but not algorithmic

3. **Final Stock Selection** (13 names)

Manual process, adhering to sector concentration limits

We believe a GARP strategy is "all-weather." So, what could go wrong? Two things:

1) Consensus EPS estimates are reduced after portfolio launch or the company fails to achieve them.

2) Investor sentiment turns defensive, leading to narrow market breadth and avoidance of lesser-known firms.

Note: This applies to Baker's Dozen selection, but we employ a similar approach for all portfolios (adjusted for appropriate universe or investment mandate).

Baker's Dozen: Performance of Annual Model Portfolio (rebalanced each January)

(16.75 years: 1/1/2009 inception thru 9/30/2025, end-of-month data points, updated quarterly)

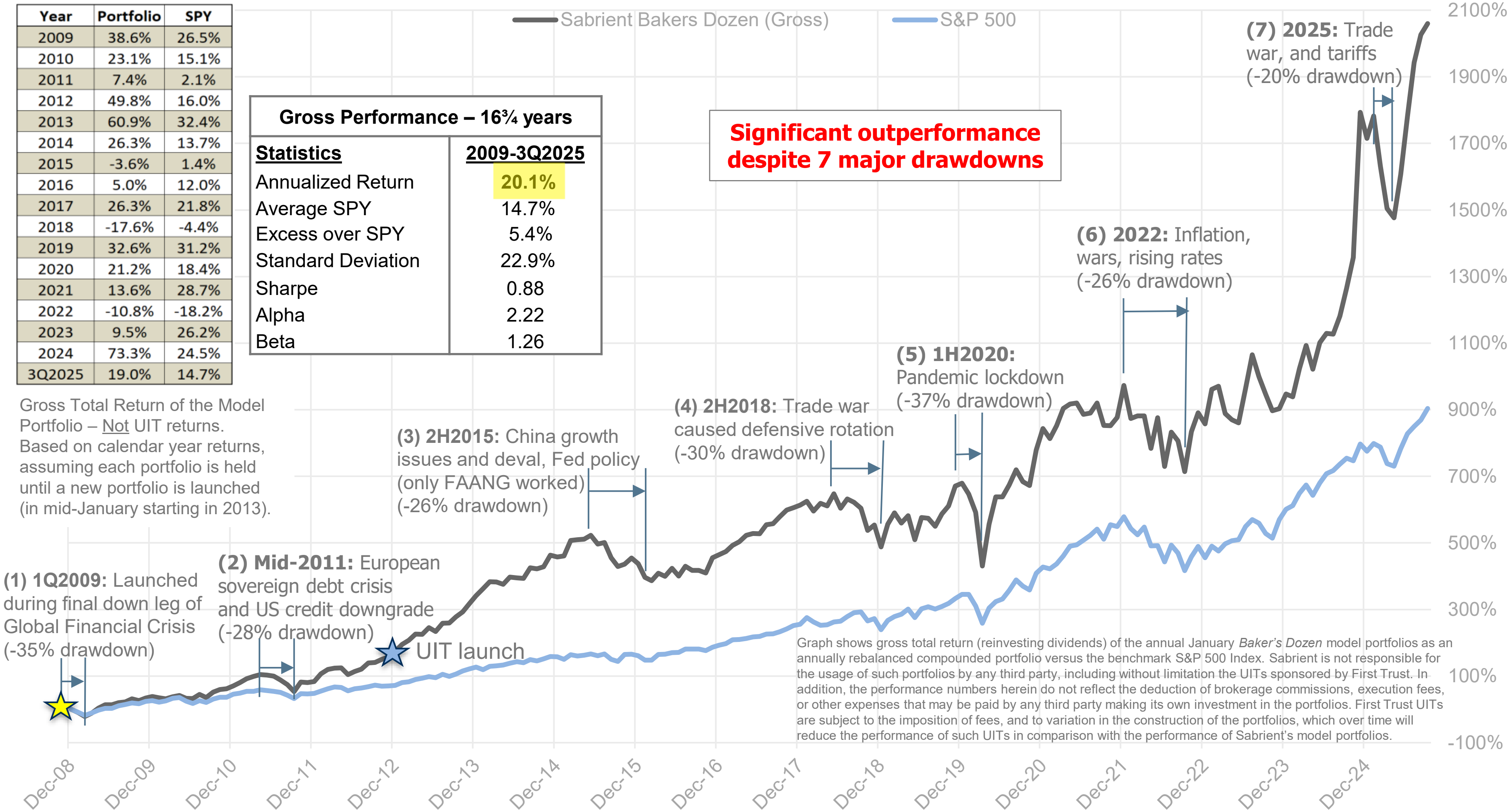
Year	Portfolio	SPY
2009	38.6%	26.5%
2010	23.1%	15.1%
2011	7.4%	2.1%
2012	49.8%	16.0%
2013	60.9%	32.4%
2014	26.3%	13.7%
2015	-3.6%	1.4%
2016	5.0%	12.0%
2017	26.3%	21.8%
2018	-17.6%	-4.4%
2019	32.6%	31.2%
2020	21.2%	18.4%
2021	13.6%	28.7%
2022	-10.8%	-18.2%
2023	9.5%	26.2%
2024	73.3%	24.5%
3Q2025	19.0%	14.7%

Gross Total Return of the Model Portfolio – Not UIT returns. Based on calendar year returns, assuming each portfolio is held until a new portfolio is launched (in mid-January starting in 2013).

Gross Performance – 16¾ years

Statistics	**2009-3Q2025**
Annualized Return	20.1%
Average SPY	14.7%
Excess over SPY	5.4%
Standard Deviation	22.9%
Sharpe	0.88
Alpha	2.22
Beta	1.26

Significant outperformance despite 7 major drawdowns



Graph shows gross total return (reinvesting dividends) of the annual January *Baker's Dozen* model portfolios as an annually rebalanced compounded portfolio versus the benchmark S&P 500 Index. Sabrient is not responsible for the usage of such portfolios by any third party, including without limitation the UITs sponsored by First Trust. In addition, the performance numbers herein do not reflect the deduction of brokerage commissions, execution fees, or other expenses that may be paid by any third party making its own investment in the portfolios. First Trust UITs are subject to the imposition of fees, and to variation in the construction of the portfolios, which over time will reduce the performance of such UITs in comparison with the performance of Sabrient's model portfolios.

Past performance is not a guarantee of future results. Refer to Disclaimer page for other important disclosures.

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New Q4 2025 Baker's Dozen Portfolio – statistics upon launch

Launch date: 10/17/25

Ticker	Company Name	Sector	Industry	Mkt Cap ($B)	NTM EPS Growth	Fwd PE	Fwd PEG	Div Yield	EQR	GQR
ARLO	Arlo Technologies	Information Technology	Electronic Equipment & Instruments	1.8	25.7%	26.5	1.03	0.0%	5	9
AVGO	Broadcom	Information Technology	Semiconductors	1,672.4	33.1%	42.3	1.28	0.7%	5	8
CMC	Commercial Metals	Materials	Steel	6.2	70.8%	10.3	0.15	1.2%	3	8
FLS	Flowserve	Industrials	Industrial Machinery and Supplies	6.6	24.7%	14.2	0.57	1.7%	5	8
FNF	Fidelity National Financial	Financials	Property and Casualty Insurance	15.0	29.0%	9.3	0.32	3.6%	5	7
HALO	Halozyme Therapeutics	Health Care	Biotechnology	7.8	34.2%	9.6	0.28	0.0%	4	9
MPC	Marathon Petroleum	Energy	Oil & Gas Refining and Marketing	55.1	90.3%	15.0	0.17	2.0%	4	5
PINS	Pinterest	Communication Services	Interactive Media and Services	22.2	25.5%	17.1	0.67	0.0%	4	9
RNG	RingCentral	Information Technology	Application Software	2.4	12.4%	6.0	0.48	0.0%	4	10
TKO	TKO Group Holdings	Communication Services	Movies and Entertainment	15.4	55.9%	31.8	0.57	0.8%	5	8
TREX	Trex Company	Industrials	Building Products	5.5	34.2%	21.2	0.62	0.0%	5	8
USFD	US Foods Holding	Consumer Staples	Food Distributors	16.9	18.4%	17.8	0.97	0.0%	4	9
WAY	Waystar Holding	Health Care	Health Care Technology	7.0	33.3%	24.9	0.75	0.0%	4	10
			Average:	141.1	37.5%	18.9	0.50	0.8%	4.4	8.3

Notes:

- Diverse, SMID-biased, Large/Mid/Small cap mix of 2/8/3
- Growth bias with 7 Growth and 6 Value stocks
- A balance of *secular* growth, *non-cyclicals,* and *cyclical* stocks

EQR has quintile scale of 1-5 (5 is best)
GQR has decile scale of 1-10 (10 is best)

Performance of live and recently terminated portfolios – as of 11/30/2025

Baker's Dozen - Gross return thru: 11/30/2025

Portfolio	Launch	Close	Gross Return (FTP website)	SPY Return	Active Return
Q4 2023 BD	10/20/23	1/21/25	46.2%	45.6%	0.6%
Q1 2024 BD	1/19/24	4/21/25	45.7%	8.2%	37.5%
Q2 2024 BD	4/19/24	7/21/25	18.9%	29.0%	-10.1%
Q3 2024 BD	7/19/24	10/20/25	41.7%	24.1%	17.6%
Q4 2024 BD	10/18/24		21.4%	18.3%	3.1%
Q1 2025 BD	1/17/25		25.8%	15.4%	10.5%
Q2 2025 BD	4/17/25		28.6%	30.6%	-2.0%
Q3 2025 BD	7/18/25		6.2%	9.2%	-3.0%
Q4 2025 BD	10/17/25		2.1%	2.9%	-0.8%

The tables show gross total returns (without transactional sales charge, as displayed on the ftportfolios.com website) vs. a relevant benchmark for all the live portfolios plus some that recently terminated.

S&P 500 Value (SPYV) is the benchmark for Forward Looking Value, S&P 500 High Dividend (SPYD) is the benchmark for Dividend portfolios, and S&P 600 Small Cap Growth (SLYG) is the benchmark for Small Cap Growth.

The vast majority (73%) of portfolios created since enhancements were implemented in December 2019 have either outperformed or stayed close to their benchmarks. Moreover, **29 of the 33 most recent portfolios (88%)** shown on this slide across the 4 themes are outperforming or staying close to the benchmark.

To illustrate the outperformance potential, the **Q1 2024 Baker's Dozen** finished up **+45.7%** vs. +8.2% for SPY, and the last-to-terminate **Q3 2024** portfolio was up **+41.7%** vs. +24.1% for SPY. In addition, last year's **2024 Forward Looking Value 12** terminated up **+19.9%** vs. +12.7% for SPYV.

Forward Looking Value - Gross return thru: 11/30/2025

Portfolio	Launch	Close	Gross Return	SPYV Return	Active
FLV 10	7/15/22	10/24/23	24.0%	12.4%	11.6%
FLV 11	7/24/23	11/4/24	20.8%	20.3%	0.6%
FLV 12	7/31/24	11/10/25	19.9%	12.7%	7.2%
FLV 13	8/15/25		7.7%	5.7%	2.0%

Sabrient Dividend - Gross return thru: 11/30/2025

Portfolio	Launch	Close	Gross Return	SPYD Return	Active
Div 44	6/5/23	6/5/25	35.4%	27.9%	7.4%
Div 45	9/1/23	9/2/25	30.6%	30.7%	-0.1%
Div 46	11/29/23		31.1%	32.0%	-0.9%
Div 47	2/26/24		25.7%	23.7%	2.0%
Div 48	5/23/24		25.5%	16.8%	8.7%
Div 49	8/19/24		11.2%	5.6%	5.6%
Div 50	11/15/24		2.1%	0.6%	1.5%
Div 51	2/11/25		5.9%	3.0%	3.0%
Div 52	5/10/25		14.8%	6.3%	8.5%
Div 53	8/8/25		8.5%	2.9%	5.6%
Div 54	11/6/25		NEW!		

Small Cap Growth - Gross return thru: 11/30/2025

Portfolio	Launch	Close	Gross Return	SLYG Return	Active
SCG 40	11/3/23	2/3/25	29.8%	29.2%	0.6%
SCG 41	2/1/24	5/1/25	3.3%	0.3%	3.0%
SCG 42	5/1/24	8/1/25	7.5%	6.7%	0.8%
SCG 43	7/29/24	10/29/25	-3.9%	2.3%	-6.2%
SCG 44	10/25/24		0.1%	6.2%	-6.1%
SCG 45	1/22/25		3.0%	2.1%	0.9%
SCG 46	4/22/25		37.6%	22.8%	14.7%
SCG 47	7/16/25		9.0%	6.2%	2.8%
SCG 48	10/3/25		3.0%	0.4%	2.5%

Q1 2024 Baker's Dozen Model Portfolio – terminated

Launch date (1/19/24) through termination (4/21/25)

Q1 2024 Baker's Dozen Portfolio			
Ticker	**Company Name**	**Sector**	**Return**
APP	AppLovin Corporation	Information Technology	454.5%
NFLX	Netflix, Inc.	Communication Services	104.6%
NVDA	NVIDIA Corporation	Information Technology	63.0%
TMUS	T-Mobile US, Inc.	Communication Services	56.3%
PGR	The Progressive Corporation	Financials	54.5%
RCL	Royal Caribbean Cruises Ltd.	Consumer Discretionary	50.4%
WRB	W. R. Berkley Corporation	Financials	37.6%
AMZN	Amazon.com, Inc.	Consumer Discretionary	7.7%
ALKS	Alkermes plc	Health Care	-3.2%
OTEX	Open Text Corporation	Information Technology	-36.9%
VC	Visteon Corporation	Consumer Discretionary	-38.5%
PVH	PVH Corp.	Consumer Discretionary	-42.4%
NE	Noble Corporation plc	Energy	-51.5%
		Average =	**45.7%**
SPY	SPDR S&P 500 ETF Trust		8.2%
RSP	Invesco S&P 500 Equal Weight		4.4%
MDY	SPDR S&P MidCap 400 ETF Trust		-0.5%
IWM	iShares Russell 2000 ETF		-3.7%

This high-performance portfolio was led by 6 big winners—most notably AI-driven marketing software firm AppLovin, plus several recognizable names: entertainment powerhouse Netflix, mega-cap market darling NVIDIA (dominant in AI chips), cellular network carrier T-Mobile, and major cruise line Royal Carib.

They offset 4 laggards from oil & gas, retail apparel manufacturing, auto parts, and information management software

The portfolio greatly outperformed all relevant large cap, mid-cap, and small-cap benchmarks including both cap-weight and equal-weight by a wide margin (gross total return).

This portfolio also illustrates the power of having a few big winners within a concentrated portfolio—even in a weak or stagnant market.

Q2 2024 Baker's Dozen Model Portfolio – terminated

Launch date (4/19/24) through termination (7/21/25)

Q2 2024 Baker's Dozen Portfolio			
Ticker	**Company Name**	**Sector**	**Return**
NVDA	NVIDIA Corporation	Information Technology	125.0%
NFLX	Netflix, Inc.	Communication Services	122.2%
USFD	US Foods Holding Corp.	Consumer Staples	66.7%
PPC	Pilgrim's Pride Corporation	Consumer Staples	44.3%
SQSP	SquareSpace, Inc.	Information Technology	35.0%
AMZN	Amazon.com, Inc.	Consumer Discretionary	31.3%
WRB	W. R. Berkley Corporation	Financials	27.5%
GM	General Motors Company	Consumer Discretionary	27.2%
HMN	Horace Mann Educators Corporation	Financials	17.8%
NE	Noble Corporation plc	Energy	-37.4%
RPD	Rapid7, Inc.	Information Technology	-48.8%
JAMF	Jamf Holding Corp.	Information Technology	-56.2%
CE	Celanese Corporation	Materials	-61.8%
		Average =	**18.9%**
SPY	SPDR S&P 500 ETF Trust		29.0%
RSP	Invesco S&P 500 Equal Weight		17.2%
MDY	SPDR S&P MidCap 400 ETF Trust		12.9%
IWM	iShares Russell 2000 ETF		16.3%

This portfolio was led by several solid winners which only partially offset a few big losers. Top performers were powerhouse mega-caps Netflix and NVIDIA, plus two packaged foods firms, and a software infrastructure firm (that was acquired).

Laggards were 4 companies from specialty chemicals, oil & gas, and cloud cybersecurity infrastructure.

The portfolio underperformed the S&P 500 but outperformed the equal-weight S&P 500 and other relevant mid and small cap indexes (gross total return).

Q3 2024 Baker's Dozen Model Portfolio – terminated

Launch date (7/19/24) through current (10/20/25)

Q3 2024 Baker's Dozen Portfolio			
Ticker	**Company Name**	**Sector**	**Return**
CRS	Carpenter Technology Corporation	Industrials	102.6%
NFLX	Netflix, Inc.	Communication Services	95.6%
MU	Micron Technology, Inc.	Information Technology	81.0%
RCL	Royal Caribbean Cruises Ltd.	Consumer Discretionary	80.0%
NVDA	NVIDIA Corporation	Information Technology	54.9%
USFD	US Foods Holding Corp.	Consumer Staples	46.0%
FTI	TechnipFMC plc	Energy	29.7%
HALO	Halozyme Therapeutics, Inc.	Health Care	23.0%
GM	General Motors Company	Consumer Discretionary	20.1%
XYZ	Block, Inc.	Financials	12.3%
ALL	The Allstate Corporation	Financials	11.1%
PPC	Pilgrim's Pride Corporation	Consumer Staples	-4.8%
LNW	Light & Wonder, Inc.	Consumer Discretionary	-27.4%
		Average =	**41.7%**
SPY	SPDR S&P 500 ETF Trust		24.1%
RSP	Invesco S&P 500 Equal Weight		15.1%
MDY	SPDR S&P MidCap 400 ETF Trust		9.9%
IWM	iShares Russell 2000 ETF		16.1%

This portfolio was led by a diverse mix of mid-cap specialty metals company, mega-caps Netflix, a major cruise line, a semiconductor maker, NVIDIA, and a packaged foods company.

The only laggards are a video gaming firm and another packaged foods company.

This portfolio greatly outperformed all relevant large, mid, and small cap benchmarks by a wide margin, including both cap-weight and equal-weight (gross total return).

This also illustrates the power of having several big winners within a concentrated portfolio.

Q4 2024 *Baker's Dozen* Model Portfolio

Launch date (10/18/24) through current (11/30/25)

Q4 2024 Baker's Dozen Portfolio			
Ticker	**Company Name**	**Sector**	**Return**
STX	Seagate Technology Holdings plc	Information Technology	146.8%
FTI	TechnipFMC plc	Energy	76.8%
TSM	Taiwan Semiconductor Manufacturing	Information Technology	45.2%
HALO	Halozyme Therapeutics, Inc.	Health Care	35.7%
RCL	Royal Caribbean Cruises Ltd.	Consumer Discretionary	33.2%
HMN	Horace Mann Educators Corporation	Financials	23.9%
MGNI	Magnite, Inc.	Communication Services	19.8%
CPRX	Catalyst Pharmaceuticals, Inc.	Health Care	10.2%
ALL	The Allstate Corporation	Financials	9.0%
TSN	Tyson Foods, Inc.	Consumer Staples	-3.3%
XYZ	Block, Inc.	Financials	-10.5%
SWK	Stanley Black & Decker, Inc.	Industrials	-32.8%
CE	Celanese Corporation	Materials	-69.4%
		Average =	**21.4%**
SPY	SPDR S&P 500 ETF Trust		18.3%
RSP	Invesco S&P 500 Equal Weight		7.1%
MDY	SPDR S&P MidCap 400 ETF Trust		4.9%
IWM	iShares Russell 2000 ETF		11.4%

This portfolio has been led by a diverse stock mix, including a prominent digital storage hardware firm, an oil & gas services firm, the world's largest semiconductor foundry, a biotech, and a major cruise line.

Laggards include a specialty materials company focused on engineered polymers, a power tools maker, a biopharma, a fintech digital payments firm, and a packaged foods/meats company.

The portfolio is outperforming all relevant large, mid, and small cap indexes, including both cap-weight and equal-weight (gross total return).

This portfolio also illustrates the power of having a few big winners within a concentrated portfolio.

Q1 2025 *Baker's Dozen* Model Portfolio

Launch date (1/17/25) through current (11/30/25)

Q1 2025 Baker's Dozen Portfolio			
Ticker	**Company Name**	**Sector**	**Return**
RKT	Rocket Companies (acquired Mr Cooper)	Financials	121.1%
FIX	Comfort Systems USA, Inc.	Industrials	93.9%
AMD	Advanced Micro Devices, Inc.	Information Technology	79.1%
FTI	TechnipFMC plc	Energy	39.0%
TSM	Taiwan Semiconductor Manufacturing	Information Technology	37.8%
HALO	Halozyme Therapeutics, Inc.	Health Care	30.3%
RCL	Royal Caribbean Cruises Ltd.	Consumer Discretionary	10.1%
MRK	Merck & Co., Inc.	Health Care	7.1%
AMZN	Amazon.com, Inc.	Consumer Discretionary	3.2%
DBX	Dropbox, Inc.	Information Technology	-2.3%
DAL	Delta Air Lines, Inc.	Industrials	-2.6%
PINS	Pinterest, Inc.	Communication Services	-14.4%
XYZ	Block, Inc.	Financials	-23.2%
		Average =	**25.8%**
SPY	SPDR S&P 500 ETF Trust		15.4%
RSP	Invesco S&P 500 Equal Weight		7.8%
MDY	SPDR S&P MidCap 400 ETF Trust		3.3%
IWM	iShares Russell 2000 ETF		11.2%

This portfolio so far has been led by a mortgage servicing firm, an engineering & construction (infrastructure) firm, two large semiconductor makers, an oil & gas services firm, and a biotech.

Laggards include a fintech digital payments firm, an interactive lifestyle platform, a major airline, a software firm (file transfer & collaboration).

So far, the portfolio is greatly outperforming all relevant large, mid, and small cap indexes by a wide margin, including both cap-weight and equal-weight (gross total return).

This portfolio also illustrates the power of having a few big winners within a concentrated portfolio.

Q2 2025 *Baker's Dozen* Model Portfolio

Launch date (4/17/25) through current (11/30/25)

Ticker	Company Name	Sector	Return
Q2 2025 Baker's Dozen Portfolio			
STRL	Sterling Infrastructure, Inc.	Industrials	145.5%
AVGO	Broadcom Inc.	Information Technology	135.7%
TSM	Taiwan Semiconductor Manufacturing	Information Technology	92.1%
RNG	RingCentral, Inc.	Information Technology	24.0%
HRMY	Harmony Biosciences Holdings, Inc.	Health Care	24.0%
GILD	Gilead Sciences, Inc.	Health Care	20.4%
SPOT	Spotify Technology S.A.	Communication Services	4.3%
EAT	Brinker International, Inc.	Consumer Discretionary	0.2%
CHWY	Chewy, Inc.	Consumer Discretionary	-1.3%
FNF	Fidelity National Financial, Inc.	Financials	-3.9%
LNG	Cheniere Energy, Inc.	Energy	-9.9%
ADMA	ADMA Biologics, Inc.	Health Care	-10.0%
QNST	QuinStreet, Inc.	Communication Services	-13.1%
		Average =	**28.6%**
SPY	SPDR S&P 500 ETF Trust		30.6%
RSP	Invesco S&P 500 Equal Weight		18.7%
MDY	SPDR S&P MidCap 400 ETF Trust		21.4%
IWM	iShares Russell 2000 ETF		34.1%

This portfolio has been led by an engineering & construction (infrastructure) firm, two semiconductor makers, an application software firm, and a biotech.

Laggards include a biotech, a digital marketing firm, and an LNG transport company.

So far, the portfolio is slightly trailing the S&P 500 and Russell 2000 but is in-line with or outperforming other relevant cap-weight and equal-weight benchmarks (gross total return) during a notably low-quality, risk-on (post-"Liberation Day" selloff) market rally.

Q3 2025 *Baker's Dozen* Model Portfolio

Launch date (7/18/25) through current (11/30/25)

Q3 2025 Baker's Dozen Portfolio

Ticker	Company Name	Sector	Return
EXPE	Expedia Group, Inc.	Consumer Discretionary	38.3%
STRL	Sterling Infrastructure, Inc.	Industrials	37.2%
ALNT	Allient Inc.	Industrials	35.3%
AIZ	Assurant, Inc.	Financials	21.3%
TSM	Taiwan Semiconductor Manufacturing	Information Technology	21.3%
CMC	Commercial Metals Company	Materials	21.1%
VLO	Valero Energy Corporation	Energy	20.9%
YEXT	Yext, Inc.	Information Technology	2.9%
BBT	Beacon Financial Corp	Financials	-3.1%
ARLO	Arlo Technologies, Inc.	Information Technology	-11.3%
SPOT	Spotify Technology S.A.	Communication Services	-13.9%
PINS	Pinterest, Inc.	Communication Services	-29.6%
KD	Kyndryl Holdings, Inc.	Information Technology	-34.6%
		Average =	**6.2%**
SPY	SPDR S&P 500 ETF Trust		9.2%
RSP	Invesco S&P 500 Equal Weight		4.4%
MDY	SPDR S&P MidCap 400 ETF Trust		4.8%
IWM	iShares Russell 2000 ETF		12.2%

This portfolio so far has been led by an online travel reservations firm, an engineering & construction (infrastructure) firm, an electronic component maker, a product insurance firm, and the world's largest semiconductor foundry.

Laggards include a cloud and IT services firm, an interactive lifestyle platform, and a music streaming service.

So far, this young portfolio is generally performing in line with most relevant large cap, mid-cap, and small-cap benchmarks (gross total return).

Q4 2025 *Baker's Dozen* Model Portfolio

Launch date (10/17/25) through current (11/30/25)

Q4 2025 Baker's Dozen Portfolio

Ticker	**Company Name**	**Sector**	**Return**
FLS	Flowserve Corporation	Industrials	41.2%
AVGO	Broadcom Inc.	Information Technology	15.4%
CMC	Commercial Metals Company	Materials	11.2%
FNF	Fidelity National Financial, Inc.	Financials	7.6%
HALO	Halozyme Therapeutics, Inc.	Health Care	6.5%
RNG	RingCentral, Inc.	Information Technology	5.7%
MPC	Marathon Petroleum Corporation	Energy	5.0%
USFD	US Foods Holding Corp.	Consumer Staples	3.3%
TKO	TKO Group Holdings, Inc.	Communication Services	2.4%
WAY	Waystar Holding Corp.	Health Care	-0.2%
ARLO	Arlo Technologies, Inc.	Information Technology	-17.3%
PINS	Pinterest, Inc.	Communication Services	-19.4%
TREX	Beacon Financial Corp	Industrials	-31.0%
		Average =	**2.1%**
SPY	SPDR S&P 500 ETF Trust		2.9%
RSP	Invesco S&P 500 Equal Weight		1.9%
MDY	SPDR S&P MidCap 400 ETF Trust		2.8%
IWM	iShares Russell 2000 ETF		2.2%

This new portfolio so far has been led by a construction and energy equipment firm, a semiconductor maker, a steel products maker, and title insurance company.

Laggards include a composite decking & railing maker, an interactive lifestyle platform, and a cloud-based home security firm.

So far, this young portfolio is performing in line with most relevant large cap, mid-cap, and small-cap benchmarks (gross total return).

SectorCast Rankings and Sector Rotation Model

Sabrient SectorCast Sector Rotation Strategy - As of 12/1/2025
Suggested Top 3 Sector ETFs for Bullish, Neutral, or Defensive Outlooks
Bullish/Neutral/Defensive bias based on SPY vs. 50/200 day moving averages; 30-90-day forward look

Sector	ETF	Outlook Score	Bull Score	Bear Score	Net Score: Neutral Bias	Net Score: Bullish Bias	Net Score: Defensive Bias
TECHNOLOGY	IYW	97	57	47	97	90	56
HEALTHCARE	IYH	65	45	71	65	57	90
TELECOMMUNICATIONS	IYZ	56	45	57	56	54	59
INDUSTRIALS	IYJ	41	47	56	41	53	51
BASIC MATERIALS	IYM	41	55	56	41	68	51
FINANCIALS	IYF	38	47	59	38	52	55
CONSUMER STAPLES	IYK	30	33	76	30	23	86
CONSUMER DISCRETIONARY	IYC	29	48	54	29	51	42
ENERGY	IYE	27	38	65	27	31	63
UTILITIES	IDU	15	40	69	15	31	66

Sabrient's ***Outlook Score*** employs a forward-looking fundamentals-based scoring algorithm to create a composite profile of the constituent stocks. ***Bull Score*** and ***Bear Score*** are based on price behavior of the underlying stocks on particularly strong and weak days over the prior 40 market days. High Bull indicates a tendency for relative strength in a strong market, and high Bear indicates a tendency for relative strength in a weak market (i.e., safe havens). High for all scores is 100, and higher is better.

Sabrient's SectorCast rankings reflect a **neutral bias**, as cyclicals, secular growth sectors, and defensive sectors are interspersed across the rankings. Only 3 sectors score above 50 on Outlook score. Technology (dominated by Big Tech, of course) remains firmly at the top despite its lofty valuation.

Stock prices and valuations pulled back on defensive investor sentiment from the many macro uncertainties and growing concerns of an AI bubble and Fed rate-cut reluctance. But the pullback was bought on renewed optimism about rate cuts and a year-end rally, as well as solid GDP and earnings growth forecasts, stable inflation expectations, falling interest rates, and fiscal stimulus (tax cuts and deregulation)—although the government shutdown standoff will reappear in January.

Technology still displays the highest forward P/E (28.3x) but remains atop the rankings due to strong and rising EPS growth estimates (22.3%), a reasonable forward PEG ratio (1.27), by far the best sell-side analyst earnings revisions, the highest profit margins and return ratios, and solid insider buying. Telecom and Financials boast the lowest forward P/E (14.9x), while Basic Materials enjoys the lowest forward PEG (0.89).

Our **Sector Rotation Model Portfolio** briefly fell to a neutral bias when the SPY lost support at its 50-day moving average. But it bounced from support at the 100-day and once again reflects a **bullish bias** based on being solidly back above both its 50-day and 200-day moving averages. So, the model suggests holding **Technology (IYW), Basic Materials (IYM), and Healthcare (IYH)**.

Market Observations & Outlook - 1/2

1. GDP growth and corporate earnings are strong as the private sector gradually retakes its rightful place as the engine of growth (rather than government spending). Inflation remains stable, with positive signs in stubborn shelter costs. After the April Liberation Day selloff, all major indexes surged to new highs on AI optimism and capex, One Big Beautiful Bill Act (OBBBA) enactment, and the Fed's looser monetary policy. But government shutdown, a weak jobs market, and signs of consumer distress have tempered the near-term outlook.

2. Allowing slightly elevated inflation around 2.5% can help "inflate away" the large federal debt as part of a 3-pronged plan—in conjunction with cutting federal deficit spending and implementing fiscal & monetary policies that support robust, organic private sector growth—leading to rising productivity, margins, earnings, jobs, wages, GDP—and tax receipts (which since 1950 have averaged 17% of GDP no matter the tax rate). Private enterprise is much better at efficient capital allocation and ROI than government bureaucrats.

3. The Fed remains behind the curve as it worries about jobs and inflation. A terminal fed funds rate near 3.0% seems right, and futures market suggest 75% odds we get there next year. Bond yields have normalized with the 10-year Treasury around 4.10%. The flattening yield curve signals to the Fed it should cut on the short end. The economy needs lower interest rates, including a 30-year mortgage closer to 5%, in tandem with business-friendly fiscal policy and a weaker dollar to: a) sustain rising global liquidity, b) relieve indebted consumers and businesses, c) support US and global economies, and d) avert a global credit crisis.

4. Valuations are high again, but minus Big Tech concentration, they are more reasonable. To illustrate, the forward P/E on cap-weighted Nasdaq 100 (QQQ)=27.7x and S&P 500 (SPY)=23.2x, but equal-weight Nasdaq 100 (QQQE)=22.4x and S&P 500 (RSP)=17.4x, while S&P 600 small-cap (SPSM)=15.3x, as of 11/30.

Market Observations & Outlook - 2/2

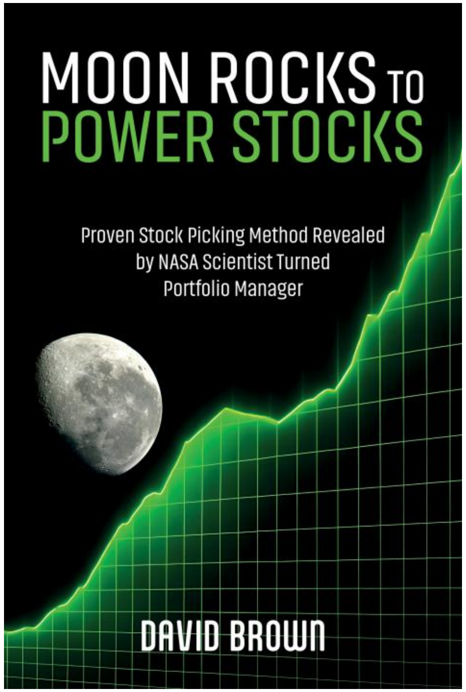
5. Uncertainty persists around trade deals, wars, rising debt, civil strife, valuations, and a hesitant Fed, but stock and bond market volatility are both subdued and credit spreads remain tight. Stocks got the expected Q4 pullback, but it appears a year-end rally is still in the cards—with perhaps another 20%+ return for the S&P 500 (3rd year in a row) as investors position for tax and interest rate cuts, deregulation, tame inflation, strong margins & earnings, re-privatization, re-industrialization, robust capex, rising liquidity, and a potential "peace dividend." This should continue to attract foreign capital into the US, cut the deficit-to-GDP ratio, and unleash organic private sector growth, with stock valuations driven by rising earnings and liquidity.

6. At the core of an equity portfolio still should be US Big Tech stocks, given the entrepreneurial culture of US, disruptive innovation, and world-leading ROI that attract foreign capital, as well as Big Tech's huge cash stores, wide moats, global scalability, resilient and durable earnings growth, free cash flow, margins. But a broadening market should also offer opportunities in small/mid caps, value, quality, cyclicals, and equal-weight indexes, including industrials, homebuilders, banks, insurers, energy services, and healthcare. Also, falling interest rates and rising liquidity suggests dividend stocks, gold, and bitcoin. Select small caps can offer the most explosive growth opportunities even if the small-cap indexes continue to lag the S&P 500.

7. Rather than the passive cap-weighted indexes, investors may be better served by active stock selection that seeks to identify under-the-radar, undervalued, high-quality gems primed for explosive growth. This is what Sabrient seeks to do in our various portfolios, all of which provide exposure to Value, Quality, Growth, and Size factors and to both secular and cyclical growth trends.

=> *All this is discussed in greater detail in our "Sector Detector" market commentaries at Sabrient.com.*

David Brown has relaunched the book on his investing strategies



Sabrient founder David Brown's new book has been relaunched as, ***Moon Rocks to Power Stocks***, and is now available on Amazon.com. Here is the link to buy the eBook or paperback versions:
https://www.amazon.com/dp/B0FLSQ67X3
(or simply paste that final identifier code into the search on your Amazon mobile app)

David has written a number of other books through the years. In this one, he describes his path from NASA engineer on the Apollo moon landing program to building quant models for stock rankings.

But the book's main goal is to share David's approach to creating stock portfolios for **four key investing styles—Growth, Value, Dividend, and Small Cap Growth**—which serve as the underlying strategies for Sabrient's *Baker's Dozen, Forward Looking Value, Dividend, and Small Cap Growth* portfolios.

Our "Next-Gen" Sabrient Scorecards:

You also are invited to access the next generation of our "Sabrient Scorecard for Stocks," which provides a weekly Top 30 stocks list for each of those four key investing strategies (using their underlying quant models). You can also paste your own list of tickers on the Score Your Own Stocks tab to monitor their alpha-factor scores.

I invite you to take advantage of the **Free Download** offer for the stock scorecard.

As a bonus, we provide a weekly "Sabrient Scorecard for ETFs" with the Top 30 ETFs based on our SectorCast Outlook Score, plus access to the Full Universe of scores for nearly 1,500 equity ETFs.

Both scorecards are user friendly for anyone with a basic knowledge of Excel. You can easily sort a list by a given alpha factor, or weight factors to your preferences and then sort the list by Weighted Score.

Learn more about the book and new Sabrient Scorecards at: **http://DavidBrownInvestingBook.com**

Resources

1. **Latest Baker's Dozen slide deck and holdings report**

   - Go to: bakersdozen.sabrient.com/bakers-dozen-marketing-materials

2. **Sector Detector newsletter/blog post (in-depth market commentary)**

   - Go to sign-up box at: sabrient.com home page

3. **Baker's Dozen holdings report – quarterly notification list**

   - Send email request to: support@Sabrient.com

4. **David Brown's book on his investing strategies has been relaunched!**

   - *" **Moon Rocks to Power Stocks** — Proven Stock Picking Method revealed by NASA Scientist Turned Portfolio Manager "*
   - Go to: DavidBrownInvestingBook.com to learn more about both the book and the companion product – **Sabrient Scorecards** for Stocks and ETFs

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Back-tested, hypothetical, or simulated performance results have inherent limitations as they are based on retroactive application of a rules-based model designed with the benefit of hindsight. All figures shown are based on gross returns, without considering the impacts of trading costs, slippage, fees, or taxes. Hypothetical backtest results are neither an indicator nor a guarantee of future returns. Actual results will vary from the analysis.

References to market indexes, benchmarks or other measures of relative market performance over a specified period of time are provided for information only. Reference to an index does not imply that the SABRIENT model portfolio will achieve returns, volatility or other results similar to the index. The composition of a benchmark index may not reflect the manner in which a SABRIENT model portfolio is constructed in relation to expected or achieved returns, investment holdings, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility or tracking error targets, all of which are subject to change over time.

Past performance is no guarantee of future results. Investment returns will fluctuate, and principal value may either rise or fall.

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