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 that seek to outperform market benchmarks.

Portfolio Update and Market Outlook

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

1. ***NEW!* Q4 2026 Baker's Dozen Portfolio** — *our flagship alpha-seeking portfolio*
2. ***NEW!* Dividend 58** — *growth & income with bond-like income with capital appreciation potential*
3. ***Last Chance!* Forward Looking Value 14** — *annual value portfolio with solid growth potential*
4. **Small Cap Growth 52** — *alpha-seeking potential for a broadening market*
5. ***Summary talking points*** — *for advisors and investors*
6. ***Performance update*** — *including long-term chart of the Baker's Dozen Annual Model Portfolio*
7. ***Market observations & outlook***
8. ***Sabrient Scorecard Subscription*** — *offers access to several proprietary quant models*

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Summary Talking Points

1. The **Baker's Dozen Annual Model Portfolio** launched January 2009 (near bottom of Global Financial Crisis). Over the full 17¾ years through 9/30, it shows an average annual gross total return of **+21.4%** vs. +14.8% for SPY, and outperformance has been accelerating over the last 3 years (Slide 4).
2. Our suite of portfolios includes quarterly **Baker's Dozen, Dividend, and Small Cap Growth**, and annual **Forward Looking Value**. Of our most recent portfolios over the past 3 years, **36 of 44 (82%)** have outperformed or stayed even with their benchmarks (gross total return) (Slide 7).
3. The latest **Q4 2026 Baker's Dozen** launched 10/20 with 13 concentrated positions across market caps and 7 business sectors (Slide 5). It is designed to offer the potential for outsized gains. For example, Q1 2024 Baker's Dozen finished **+46%** vs. +8% for SPY, Q1 2025 was up **+47%** vs. +20% for SPY, the Q3 2025 portfolio just terminated on 10/20 up **+33%** vs. 24% for SPY, and Q4 2025 is up **+23%** vs. +12% for SPY as of 11/6 (gross return).
4. The **new** **Dividend 58** just launched on 11/2 with 41 stocks. It offers a **current yield of 3.43%** (as of 11/6) and employs a Growth & Income strategy with bond-like yield while seeking capital appreciation from high-quality companies.
5. The **annual Forward Looking Value 14** launched 8/26 with a diverse mix of 31 stocks across 9 business sectors (Slide 6). It remains in primary market for only several more days. Last year's FLV 13 terminates on 11/17 and is up **+37%** vs. +19% for S&P 500 Value (SPYV) as of 11/6 (gross return).
6. **Small Cap Growth 52** launched on 9/15 with 44 stocks, providing an alpha-seeking alternative to the Russell 2000 for small-cap exposure given improving market breadth. The last-to-terminate SCG 47 was up **+36%** vs. +19% for S&P SmallCap 600 Growth (SLYG), upon termination on 10/16 (gross return).
7. The **First Trust Long-Short ETF (FTLS)** is an actively managed, low-beta portfolio that licenses as a quality prescreen Sabrient's Earnings Quality Rank (EQR), an accounting-based risk assessment signal used in all our portfolio strategies. The fund now has around **$2.6 billion** in AUM.
8. Our **Sector Rotation Model** Portfolio reflects a neutral bias and suggests holding Energy, Technology, and Telecom (Slide 9).
9. Uncertainties include the election's "blue wave" impact on fiscal policy and AI buildout, as well as Iran, oil, supply chains, trade deals, federal debt/deficit, inflation, stagnant jobs, bond yields, and Fed policy. But fundamental **tailwinds still outweigh headwinds** given AI optimism and capex, OBBBA stimulus, lower taxes, re-privatization, re-industrialization, rising corporate productivity/margins/earnings, and structural disinflationary trends (Slides 10-11).
10. Given healthy market broadening beyond Big Tech, rather than investing in the passive cap-weighted indexes dominated by mega caps, **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.
11. We continue to enhance our **process-driven methodology** and "quantamental" selection approach with AI tools and new models (Slides 12-13). You can access many of our models through **Sabrient Scorecards for Stocks and ETFs** at ***Moon Rocks to Power Stocks*** (slide 14).

Sabrient Portfolios: leveraging our "quantamental" approach

- **Q4 2026 Baker's Dozen** (quarterly, 13 stocks) launched 10/20
  - ⇒ *Our flagship product is a concentrated, all-cap, alpha-seeking portfolio*
  - ⇒ *Balances value and cyclical growth with high-quality (not speculative) secular growers*
- **Forward Looking Value 14** (annual, 31 stocks) launched 8/26
  - ⇒ *Less-concentrated and more value-oriented version of the Baker's Dozen*
  - ⇒ *With 50/50 Large/SMID-cap mix, it may benefit from improving market breadth*
- **Dividend 58** (quarterly, 41 stocks) launched 11/2
  - ⇒ *High-quality GARP + Income portfolio; bond-like income with capital appreciation*
  - ⇒ *Current Yield of **3.43%** on NAV as of 11/6*
- **Small Cap Growth 52** (quarterly, 44 stocks) launched 9/15
  - ⇒ *Alpha-seeking alternative to the passive Russell 2000 for small cap exposure*
  - ⇒ *May benefit from improving market breadth and mean reversion of Small vs. Large cap*

Sabrient Baker's Dozen Annual Model Portfolio (reconstituted each January)

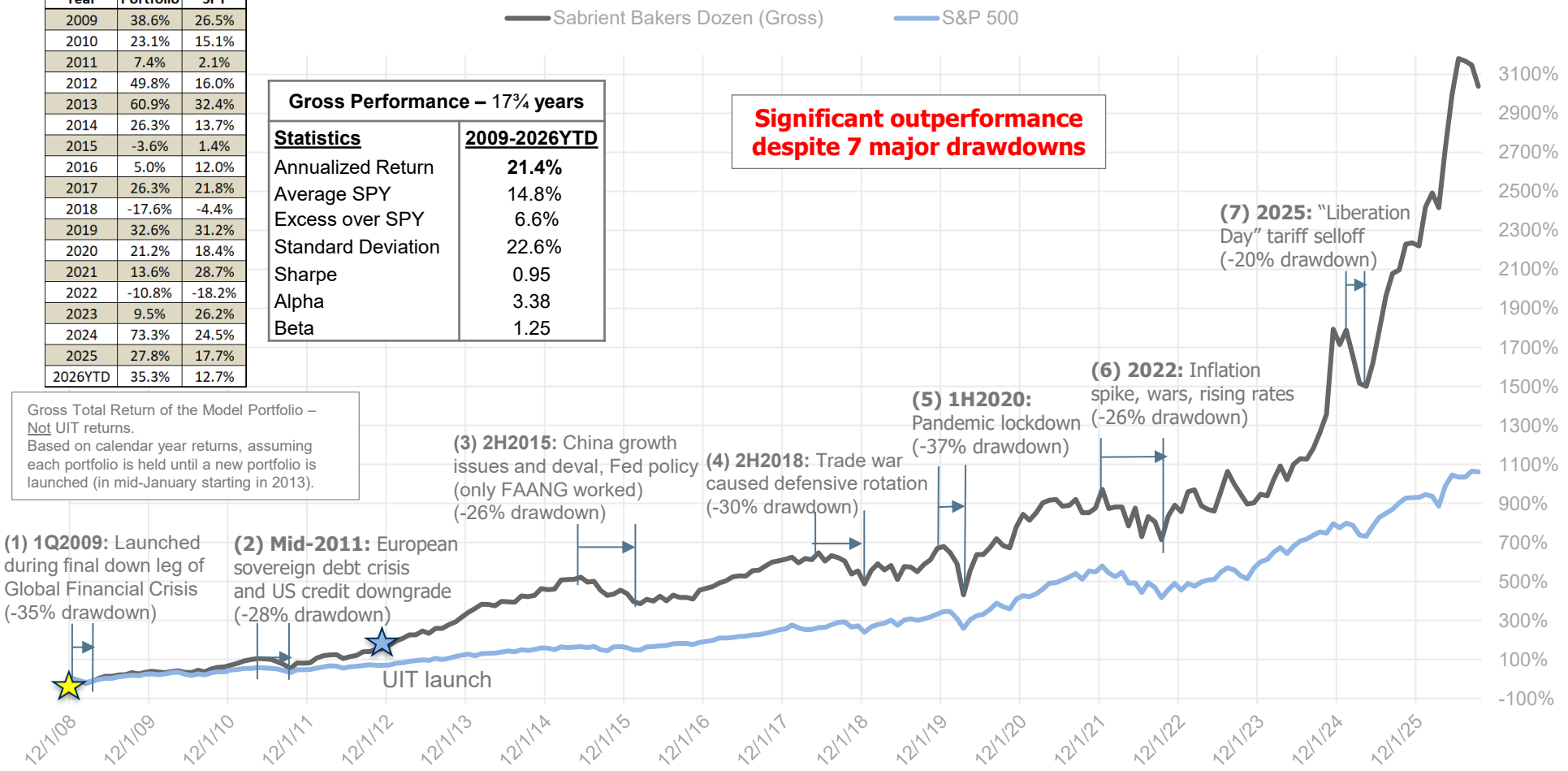
(17¾ years: 1/1/2009 inception thru 9/30/2026, end-of-month data points, updated quarterly)

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%
2025	27.8%	17.7%
2026YTD	35.3%	12.7%

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 – 17¾ years	
Statistics	**2009-2026YTD**
Annualized Return	**21.4%**
Average SPY	14.8%
Excess over SPY	6.6%
Standard Deviation	22.6%
Sharpe	0.95
Alpha	3.38
Beta	1.25

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 or indication of future results.

New! *Q4 2026 Baker's Dozen* Portfolio – statistics upon launch

Launch date: 10/20/2026

Ticker	Company Name	Sector	Industry	Mkt Cap ($B)	NTM EPS Growth	Fwd PE	Fwd PEG	Div Yield	EQR	GQR
ALLY	Ally Financial	Financials	Consumer Finance	11.3	24.5%	6.6	0.27	3.2%	5	8
ALSN	Allison Transmission	Industrials	Construction Machinery	9.1	28.9%	10.2	0.35	1.0%	3	8
EAT	Brinker International	Consumer Discretionary	Restaurants	8.3	23.6%	14.9	0.63	0.0%	3	10
HALO	Halozyme Therapeutics	Health Care	Biotechnology	13.9	85.8%	12.3	0.14	0.0%	5	10
HPE	Hewlett Packard Enterprise	Information Technology	Technology Hardware, Storage	74.2	46.7%	12.0	0.26	1.0%	3	8
MPC	Marathon Petroleum	Energy	Oil & Gas Refining and Marketing	133.0	193.0%	6.1	0.03	0.8%	3	10
ON	ON Semiconductor	Information Technology	Semiconductors	28.5	47.2%	18.7	0.40	0.0%	5	4
OSK	Oshkosh Corp	Industrials	Construction Machinery	7.9	39.4%	10.0	0.25	1.8%	4	8
PAYC	Paycom Software	Industrials	Human Resource Services	11.2	27.3%	19.3	0.71	0.6%	5	10
PLMR	Palomar Holdings	Financials	Property and Casualty Insurance	3.6	22.9%	12.6	0.55	1.3%	5	10
STLD	Steel Dynamics	Materials	Steel	35.1	100.7%	11.1	0.11	0.9%	5	5
STX	Seagate Technology	Information Technology	Technology Hardware, Storage	150.3	136.5%	18.0	0.13	0.5%	4	10
TSM	Taiwan Semiconductor	Information Technology	Semiconductors	1,931.6	43.2%	18.9	0.44	0.0%	4	9
			Average:	186.0	63.1%	13.1	0.21	0.9%	4.2	8.5

Notes:

- Diverse, mid-cap-biased, with Large/Mid/Small cap mix of 5/7/1
- Growth-biased with 9 Growth and 4 Value stocks
- A balance of *secular* growth and *cyclical* stocks across 7 business sectors

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

Forward Looking Value 14 annual portfolio – 2026

Launch date: 8/26/2026

Ticker	Company Name	Sector	Ticker	Company Name	Sector
CARG	CarGurus, Inc.	Communication Services	FIX	Comfort Systems USA, Inc.	Industrials
MTCH	Match Group, Inc.	Communication Services	LMT	Lockheed Martin Corporation	Industrials
QNST	QuinStreet, Inc.	Communication Services	OSK	Oshkosh Corporation	Industrials
BKNG	Booking Holdings Inc.	Consumer Discretionary	UAL	United Airlines Holdings, Inc.	Industrials
BOOT	Boot Barn Holdings, Inc.	Consumer Discretionary	HUBS	HubSpot, Inc.	Information Technology
CROX	Crocs, Inc.	Consumer Discretionary	LFUS	Littelfuse, Inc.	Information Technology
EXPE	Expedia Group, Inc.	Consumer Discretionary	ON	ON Semiconductor Corporation	Information Technology
CART	Maplebear Inc.	Consumer Staples	STX	Seagate Technology Holdings plc	Information Technology
DINO	HF Sinclair Corporation	Energy	TSM	Taiwan Semiconductor Manufacturing	Information Technology
MPC	Marathon Petroleum Corporation	Energy	TXN	Texas Instruments Incorporated	Information Technology
VLO	Valero Energy Corporation	Energy	CLS	Celestica Inc.	Information Technology
ALLY	Ally Financial Inc.	Financials	WK	Workiva Inc.	Information Technology
COF	Capital One Financial Corporation	Financials	ERO	Ero Copper Corp.	Materials
GILD	Gilead Sciences, Inc.	Health Care	STLD	Steel Dynamics, Inc.	Materials
NBIX	Neurocrine Biosciences, Inc.	Health Care	HBM	Hudbay Minerals Inc.	Materials
DAL	Delta Air Lines, Inc.	Industrials			

Notes:

- 31 stocks, diversified across market caps, sectors, and industries
- Market cap allocations: 15/10/6 Large/Mid/Small cap mix
- Geographical allocations: US-biased, with 26 US (84%) and 5 International (16%)
- Sector allocations: cyclicals-biased across 9 business sectors, with 8 InfoTech, 5 Industrials, 4 Consumer Discretionary, 3 Basic Materials, 3 Energy, 3 Communication Services, 2 Financials, 2 Healthcare, 1 Consumer Staples

Performance of live and recently terminated portfolios – as of 11/6/26

Baker's Dozen - Gross return thru: 11/6/2026

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	1/20/26	27.8%	17.7%	10.1%
Q1 2025 BD	1/17/25	4/20/26	46.7%	20.3%	26.4%
Q2 2025 BD	4/17/25	7/20/26	51.0%	43.0%	8.1%
Q3 2025 BD	7/18/25	10/20/26	32.9%	24.2%	8.7%
Q4 2025 BD	10/17/25		23.4%	11.9%	11.6%
Q1 2026 BD	1/20/26		17.1%	9.4%	7.8%
Q2 2026 BD	4/17/26		-5.5%	4.1%	-9.5%
Q3 2026 BD	7/20/26		-13.3%	-0.7%	-12.7%

Tables show gross total returns (as displayed on ftportfolios.com, without transactional sales charge) versus relevant benchmarks for all live portfolios plus some 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 (**71%**) of portfolios created since major process enhancements were implemented in December 2019 have either outperformed or stayed even with their benchmarks—and we have continued to enhance our process with Monte Carlo analysis and AI tools. To wit, **36 of the 44 most recent portfolios (82%)** over the past 3 years across all themes have outperformed or stayed even with their benchmarks.

To illustrate the **outperformance potential**, Q1 2024 Baker's Dozen finished **+45.7%** vs. +8.2% for SPY, Q1 2025 Baker's Dozen **+46.7%** vs. +20.3% for SPY, SCG 46 **+75.9%** vs. +48.8% for SLYG, and Dividend 49 **+49.2%** vs. +25.9% for SPYD. Also, next-to-terminate Q4 2025 Baker's Dozen is up **+23.4%** vs. +11.9%% for SPY, FLV 13 is **+37.5%** vs. +19.3% for SPYV, and SCG 48 is **+34.3%** vs. +14.3% for SLYG.

Forward Looking Value - Gross return thru 11/6/2026

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		37.5%	19.3%	18.2%
FLV 14	8/26/26		-9.2%	-0.6%	-8.6%

Sabrient Dividend - Gross return thru: 11/6/2026

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	12/1/25	30.6%	31.4%	-0.8%
Div 47	2/26/24	2/26/26	44.5%	36.9%	7.6%
Div 48	5/23/24	5/22/26	58.3%	30.0%	28.4%
Div 49	8/19/24	8/19/26	49.2%	25.9%	23.3%
Div 50	11/15/24		25.4%	18.6%	6.8%
Div 51	2/11/25		30.3%	21.4%	8.9%
Div 52	5/10/25		38.6%	25.3%	13.2%
Div 53	8/8/25		36.3%	21.3%	15.0%
Div 54	11/6/25		21.9%	22.4%	-0.5%
Div 55	2/5/26		10.2%	10.0%	0.1%
Div 56	5/6/26		7.6%	7.5%	0.1%
Div 57	8/4/26		-2.7%	-0.5%	-2.3%

Small Cap Growth - Gross return thru: 11/6/2026

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	1/26/26	8.9%	11.9%	-3.0%
SCG 45	1/22/25	4/22/26	11.8%	14.5%	-2.7%
SCG 46	4/22/25	7/22/26	75.9%	48.8%	27.0%
SCG 47	7/16/25	10/16/26	35.8%	19.1%	16.6%
SCG 48	10/3/25		34.3%	14.3%	20.1%
SCG 49	12/19/25		14.4%	12.4%	2.0%
SCG 50	3/19/26		32.5%	12.4%	20.1%
SCG 51	6/17/26		8.8%	-3.5%	12.3%
SCG 52	9/15/26		-2.0%	-1.2%	-0.8%

Past performance is no guarantee of future results. Refer to Disclaimer page for other important disclosures.

Top performers in recent Baker's Dozen portfolios

Sabrient's models often uncover high-quality, undervalued, under-the-radar names. In fact, many of the top performers in our recent Baker's Dozen portfolios might not have been on your bingo card at the time (terminated portfolios shown in dark blue, live portfolios shown in green (as of 11/6):

Q1 2024: AppLovin (APP) +455%

Q2 2024: NVIDIA (NVDA) +125%

Q3 2024: Carpenter Technology (CRS) +103%

Q4 2024: Seagate Technology (STX) +191%

Q1 2025: Comfort Systems (FIX) +224%

Q2 2025: Sterling Infrastructure (STRL) +363%

Q3 2025: Valero Energy (VLO) +197%

Q4 2025: RingCentral (RNG) +170%

Q1 2026: Valero Energy (VLO) +88%

Q2 2026: AbbVie (ABBV) +40%

Q3 2026: AbbVie (ABBV) +15%

SectorCast Rankings and Sector Rotation Model

Sabrient SectorCast Sector Rotation Strategy - As of 11/6/2026
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
ENERGY	IYE	85	41	73	85	44.6	90.0
TECHNOLOGY	IYW	72	63	47	72	90.0	38.8
TELECOMMUNICATIONS	IYZ	72	60	54	72	83.2	51.4
INDUSTRIALS	IYJ	50	54	57	50	61.7	49.1
BASIC MATERIALS	IYM	50	58	57	50	70.8	49.1
FINANCIALS	IYF	45	53	58	45	57.6	49.2
HEALTHCARE	IYH	23	56	62	23	56.6	48.8
CONSUMER DISCRETIONARY	IYC	16	58	55	16	58.6	33.8
UTILITIES	IDU	12	55	68	12	50.4	55.7
CONSUMER STAPLES	IYK	11	48	74	11	34.1	66.2

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.

Our SectorCast rankings reflect a **bullish bias** as cyclicals and secular growth sectors dominate the top of the list while defensive sectors Utilities and Staples sit at the bottom. The main caution is the extremely low score for Consumer Discretionary. However, earnings growth, margins, and productivity continue to be stellar, with rising forward guidance. Nevertheless, investors were spooked by the election's "blue tsunami" and the risk of slowing or reversing of tax reform, deregulation, re-privatization, reshoring, re-industrialization, AI development, datacenter and power infrastructure construction, and all the associated capital spending and GDP contribution. However, investors also expect a more expedited end to the Iran war, which would be expected to relieve pressure on energy prices, supply chains, inflation, and interest rates.

For the first time in memory, Technology has fallen from the top ranking despite the dramatic fall in its valuation and its continued long-term secular promise as investors have been less willing to pay up for strong growth and margins. The sector still displays the highest forward P/E of 21.7x (vs. 31x several months ago). Despite the dramatic fall in price, it retains a strong EPS growth estimate, now at 28.2%, and the highest profit margins, return ratios, and insider buying. So, it now displays quite a low forward PEG ratio for a secular high-growth industry of just 0.77.

Our **Sector Rotation Model Portfolio** switched to a **neutral** bias when S&P 500 fell below its 50-day but remained above its 200-day moving average. For now, it suggests holding **Energy (IYE), Technology (IYW),** and **Telecom (IYZ)**.

Market Observations & Outlook - 1/2

1. Stocks have sold off dramatically following the "blue tsunami" election, with uncertainties about new legislation and limits on AI development and infrastructure buildout. We have high energy prices, tariffs, massive federal debt, sticky inflation, elevated bond yields, rising credit spreads, and uncertain Fed policy. The **K-shaped economy**, "low hire, low fire" jobs, stable core inflation, poor consumer sentiment, high household debt, falling savings rate, and slow global liquidity growth all **suggest need for rate cuts**.

2. Corporate margins and earnings forecasts are robust, and there is optimism about an Iran resolution. Notably, **leadership had been expanding** this year into the Dow, small caps, and equal-weight S&P 500. This has allowed valuations to compress. Forward P/E on cap-weight S&P 500 has fallen to around 17.7x while equal-weight S&P 500 is around 16.5x, and S&P 600 around 15.5x as of 11/6.

3. Headline inflation persists due to continuing energy/supply shocks. But **core inflation is stable** (particularly after removing all the impacts of petroleum and petrochemical prices), and disinflationary secular trends remain poised to take over once the conflict ends, including accelerating disruptive innovation (AI and automation), rising productivity, falling shelter/energy costs, slow global liquidity growth, stable/strong dollar, aging demographics, and deflationary impulse from a struggling China.

4. Overall, **fundamental tailwinds outweigh headwinds**, and investors should again position for continued AI adoption and capex, re-industrialization, less Fed intervention, and pro-growth fiscal support from OBBBA stimulus. This should continue to attract foreign investment into the US, cut the debt-to-GDP ratio, and unleash organic private sector growth, with stock valuations driven by rising productivity, margins, earnings, and ROI.

Market Observations & Outlook - 2/2

5. The **US economy has become more recession-resistant**, more technology-efficient, more services-oriented (meaning less energy-intensive and less at risk of inventory buildup that must be dumped cheaply into the market, like China does), and thus less cyclical. So, a steadier, more predictable economy means structurally higher corporate margins, earnings, cash flow, and capex consistency, which supports higher valuation multiples, lower credit spreads, a subdued VIX, and a buy-the-dip investor mentality. It seems that only surging bond yields or an AI credit crisis (overleverage) or AI moratoria could derail it.

6. At the core of an equity portfolio still should be US Big Tech stocks, given their entrepreneurial culture, disruptive innovation (including AI), wide moats, global scalability, huge cash generation, durable earnings growth, and world-leading margins and ROI. But slower EPS growth among the MAG7 and rising EPS growth among the "S&P 493" **suggests greater market breadth and additional opportunities** in AI infrastructure (including power/energy) as well as small/mid caps, value, quality, cyclicals, equal-weight indexes, and sectors like industrials, financials, materials, and healthcare, plus dividend stocks, longer duration bonds, and bitcoin. Also, investors might consider hard asset plays like commodities, industrial metals, rare earths, land, miners, and equipment & services providers.

7. Thus, 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 detail in our "Sector Detector" market commentaries at Sabrient.com.***

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
- Leverages **proprietary AI tools** to accelerate model development and enhance fundamental research in portfolio selection
- 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)***.

What We Do: Our Active "Quantamental" Approach

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

Forward P/E, forward EPS growth, recent revisions to 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 mostly numbers-driven but not algorithmic. AI-assisted to thoroughly vet recent news reports, fundamentals, long & short theses, and fundamental risk assessment.

3. Final Review & Portfolio Selection (13 names)

Manual process, ensuring diversification and 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.

Sabrient®

Note: This describes the Baker's Dozen selection. We employ a similar approach for all portfolios (adjusted for appropriate universe or investment mandate).

Sabrient Scorecards – powerful investor tool

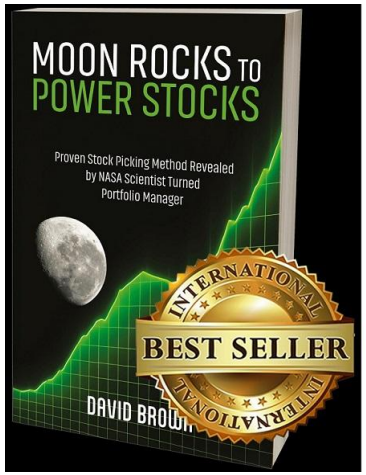
You can access the next-gen **Sabrient Scorecard for Stocks**, which provides a **weekly Top 30 list** for each of Sabrient's four key investing strategies—Growth, Value, Dividend, Small Cap—using our underlying quant models. It also lets you score, sort, weight, and **monitor your own stocks** across roughly 4,000 equities.

And as a bonus, we provide a weekly **Sabrient Scorecard for ETFs** with a **weekly Top 30 ETFs** based on our SectorCast Outlook Score, plus access to the Full Universe of scores for over 1,800 equity ETFs.

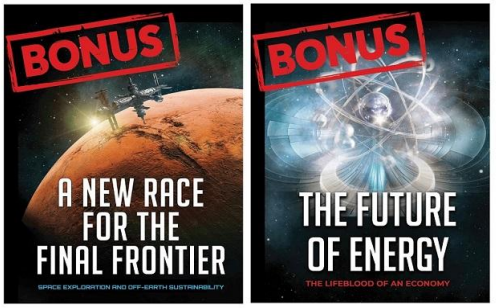
Sabrient founder David Brown wrote a book, ***Moon Rocks to Power Stocks***, which describes his path from NASA engineer in the Apollo Program to building quant models for stock rankings. It reveals the details behind the model-driven strategies for those four key investing styles.

And as bonuses for subscribing to the Scorecards, you can immediately download (in PDF format) David's book plus two bonus reports: 1) ***The Future of Energy*** and 2) ***A New Race to the Final Frontier (Space)***, which describe the history and what the future may bring for each theme, as well as Sabrient's latest top stock picks for each.

To learn more, visit this link: **https://www.moonrockstopowerstocks.com**

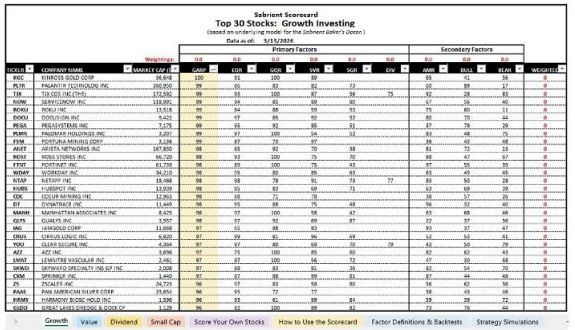


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Bonus Reports

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Sabrient Scorecards

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. Sabrient Scorecard subscription

- Access quant models through **Sabrient Scorecards for Stocks and ETFs**, updated weekly for idea generation and portfolio monitoring
- Go to: **MoonRockstoPowerStocks.com** to subscribe, and download for **free** the book ***Moon Rocks to Power Stocks***, plus 2 bonus reports on Energy and Space (PDF format)

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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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