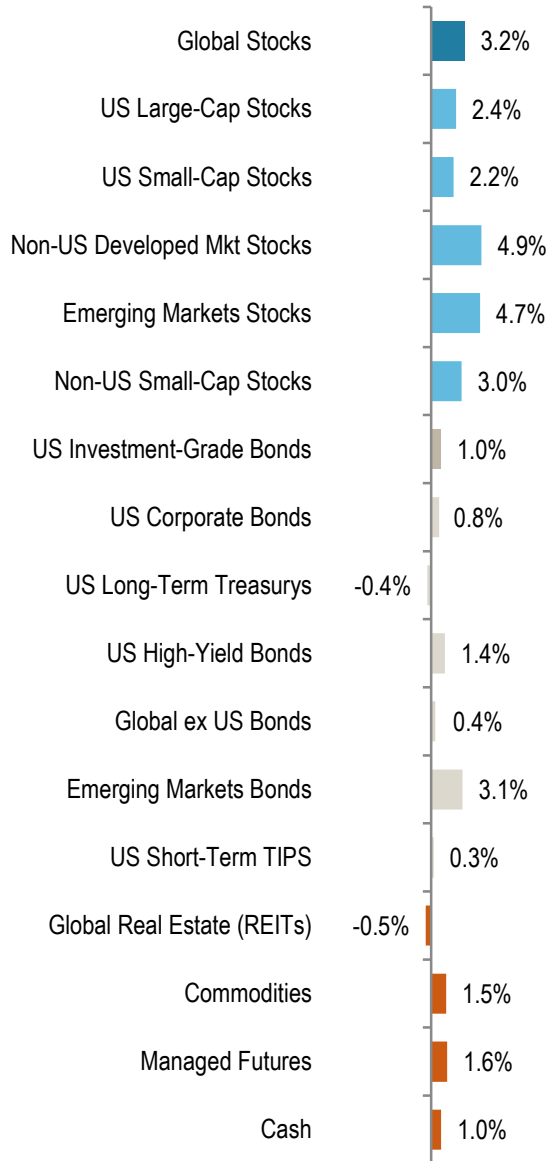


As of December 31, 2025

Fourth Quarter 2025



Fourth Quarter 2025: Three's a Crowd (Pleaser)

US equities demonstrated remarkable resilience, securing a rare third consecutive year of double-digit gains in 2025. Despite the highest effective tariff rates since 1935 and significant geopolitical uncertainty, the S&P 500 rose 18%. Strong performance was supported by robust corporate earnings growth, Federal Reserve rate cuts, and the ongoing buildout of artificial intelligence ("AI") infrastructure and technology.

AI remained a dominant market driver this year. Still, the AI-driven rally has led to historic levels of market concentration, with the tech sector's weighting in the S&P 500 reaching a record 36%, breaching the previous high set in 2000 during the Dot-Com bubble. Just five stocks—led by Nvidia, which became the first company to exceed a \$4 and then \$5 trillion valuation—accounted for nearly 45% of the S&P 500's total return in 2025.

While US tech thrived, 2025 was equally defined by a pivot toward foreign markets and commodities. A bounce-back year for both international developed (+31%) and emerging market (+34%) stocks, coupled with the dollar's weakest performance since 2017, drove investors abroad. Non-US stocks outperformed their US counterparts by the widest margin since 2009. South Korea's Kospi surged over 75%, its best year since 1999, while in London, the FTSE 100 saw its best year since 2009. Lacking a heavy tech sector focus, European markets saw a value-driven rally led by banks and defense companies. Gold posted its best year since 1979 (+65%), with silver and other precious metals also soaring as investors sought hedges against macro uncertainty – and a further dollar decline.

Looking to the year ahead, the Federal Reserve continues to navigate a complex landscape of sticky inflation and stalling job growth. Still, markets expect the Fed to continue its rate cutting cycle in 2026.

	QTD	YTD	1 Year	3 Years	5 Years	20 Years
Global Stocks	3.2%	22.1%	22.1%	20.0%	10.8%	8.2%
US Large-Cap Stocks	2.4%	17.4%	17.4%	22.7%	13.6%	10.9%
US Large-Cap Value	3.8%	15.9%	15.9%	13.9%	11.3%	8.3%
US Large-Cap Growth	1.1%	18.6%	18.6%	31.2%	15.3%	13.2%
US Small-Cap Stocks	2.2%	12.8%	12.8%	13.7%	6.1%	8.2%
US Small-Cap Value	3.3%	12.6%	12.6%	11.7%	8.9%	7.4%
US Small-Cap Growth	1.2%	13.0%	13.0%	15.6%	3.2%	8.8%
Non-US Developed Markets (USD)	4.9%	31.2%	31.2%	17.2%	8.9%	5.6%
Non-US Developed Markets (Local)	6.1%	20.6%	20.6%	16.0%	11.5%	5.9%
Emerging Markets (USD)	4.7%	33.6%	33.6%	16.4%	4.2%	6.0%
Emerging Markets (Local)	5.6%	31.3%	31.3%	17.7%	6.6%	7.8%
US Investment-Grade Bonds	1.0%	7.2%	7.2%	4.6%	(0.4%)	3.3%
US Long-Term Treasurys	(0.4%)	5.6%	5.6%	0.7%	(6.9%)	3.4%
US Short-Term TIPS	0.3%	6.4%	6.4%	5.1%	3.3%	3.0%
Global Real Estate (REITs)	(0.5%)	10.7%	10.7%	7.8%	3.8%	4.8%
Cash	1.0%	4.2%	4.2%	4.8%	3.2%	1.7%

Returns for periods longer than 1 year are annualized.

Sources: Sellwood Investment Partners LLC, Morningstar, Federal Reserve Economic Data, MSCI, FTSE Russell, ICE BofA, Credit Suisse

As of Decemebr 31, 2025

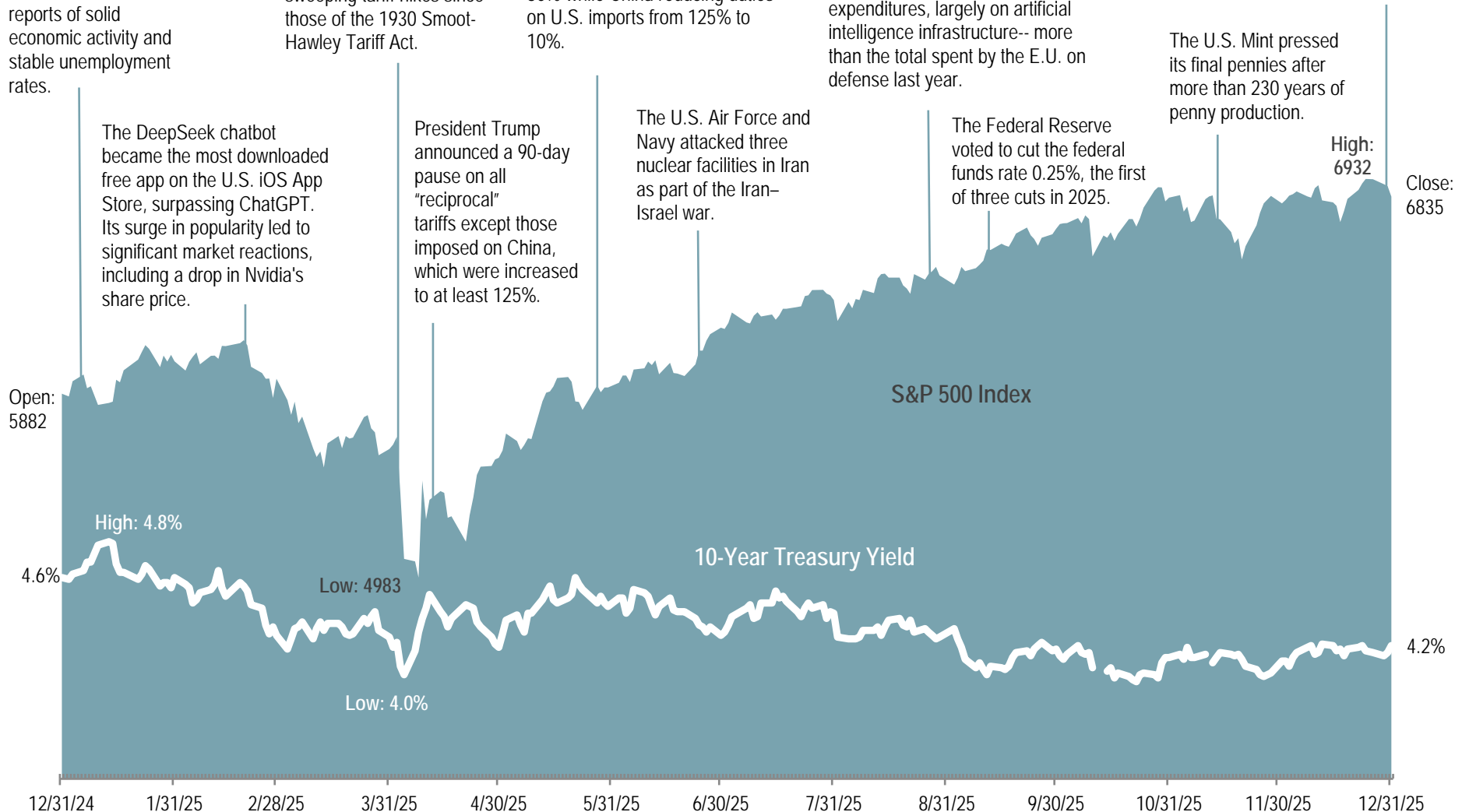
The Federal Reserve paused its rate-cutting cycle, maintaining the federal funds rate at 4.25%-4.50%. The decision was based on reports of solid economic activity and stable unemployment rates.

President Trump proclaimed April 2nd "Liberation Day" and announced the most sweeping tariff hikes since those of the 1930 Smoot-Hawley Tariff Act.

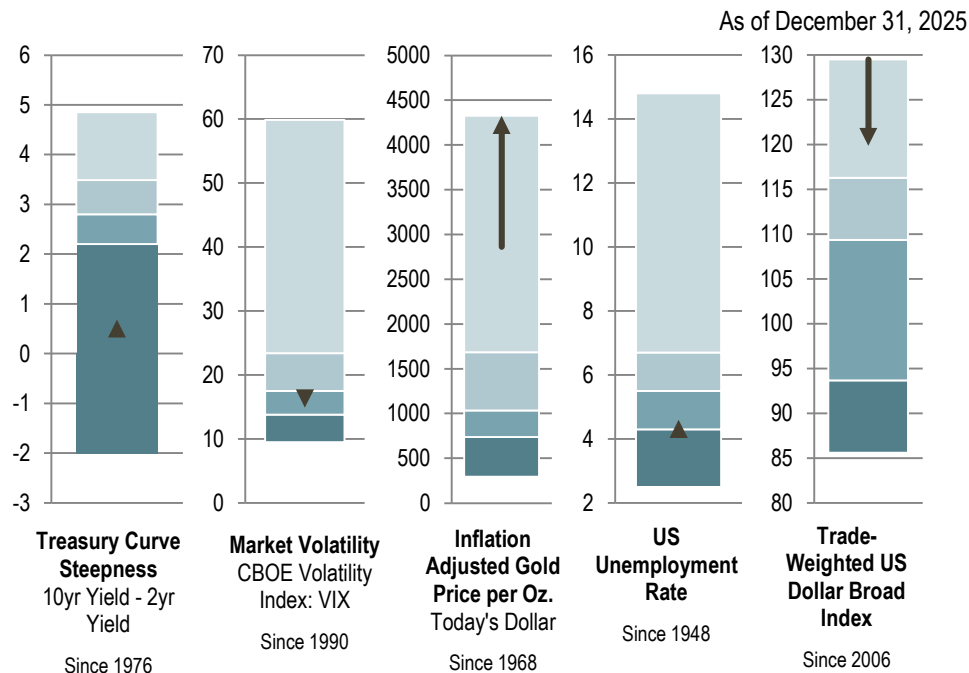
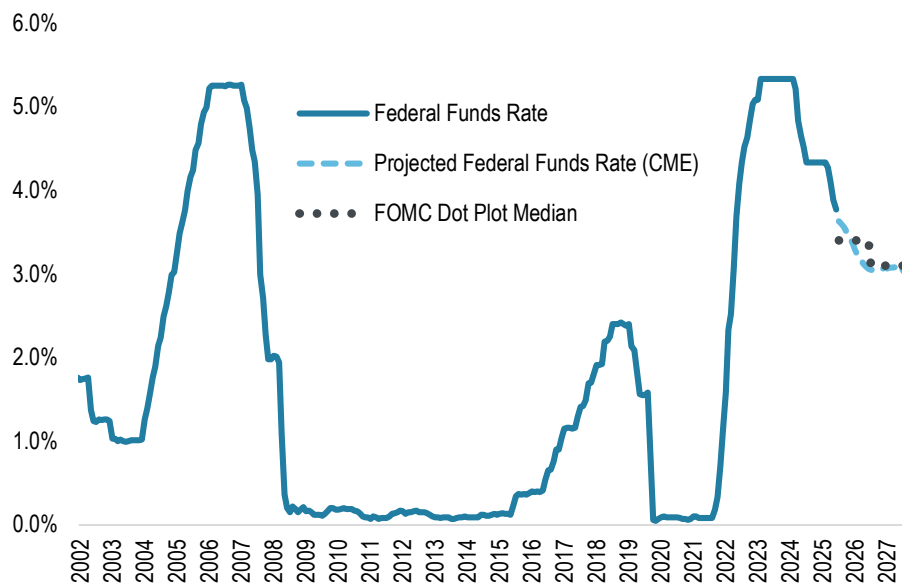
The U.S. and China announced a 90-day truce in their tariff fight, with the U.S. cutting tariffs on Chinese imports from 145% to 30% while China reducing duties on U.S. imports from 125% to 10%.

The Wall Street Journal reported that Alphabet, Microsoft, Amazon, and Meta are on track to spend nearly \$400 billion this year on capital expenditures, largely on artificial intelligence infrastructure-- more than the total spent by the E.U. on defense last year.

After 55 years, the "Oracle of Omaha" Warren Buffett retired as chief executive from investing juggernaut Berkshire Hathaway.

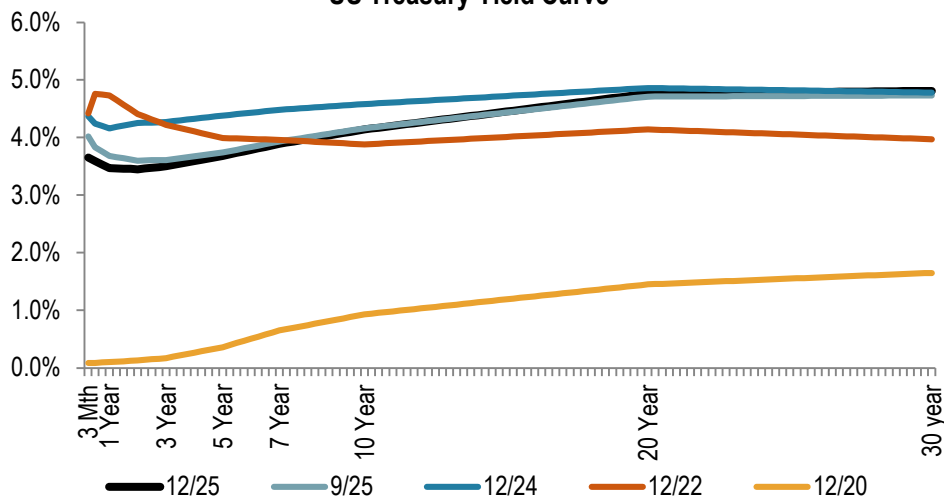


Federal Funds Rate



	12/2025	9/2025	12/2024	12/2022	12/2020
Market Inflation Expectations					
5 Year	2.3	2.4	2.4	2.3	2.0
10 Year	2.2	2.4	2.3	2.3	2.0
20 Year	2.4	2.5	2.5	2.5	2.1
CPI Year-over-Year	---	3.0	2.9	6.5	1.4
West Texas Crude Oil	57.9	63.2	72.4	80.2	48.4
Consumer Sentiment Index	52.9	55.1	74.0	59.7	80.7
S&P 500 Op 12mo EPS	263.3*	254.8	233.4	197.0	122.4
Real GDP Growth YoY	---	4.3	1.9	2.8	4.6
Federal Funds Rate	3.64	4.22	4.48	4.10	0.09

US Treasury Yield Curve



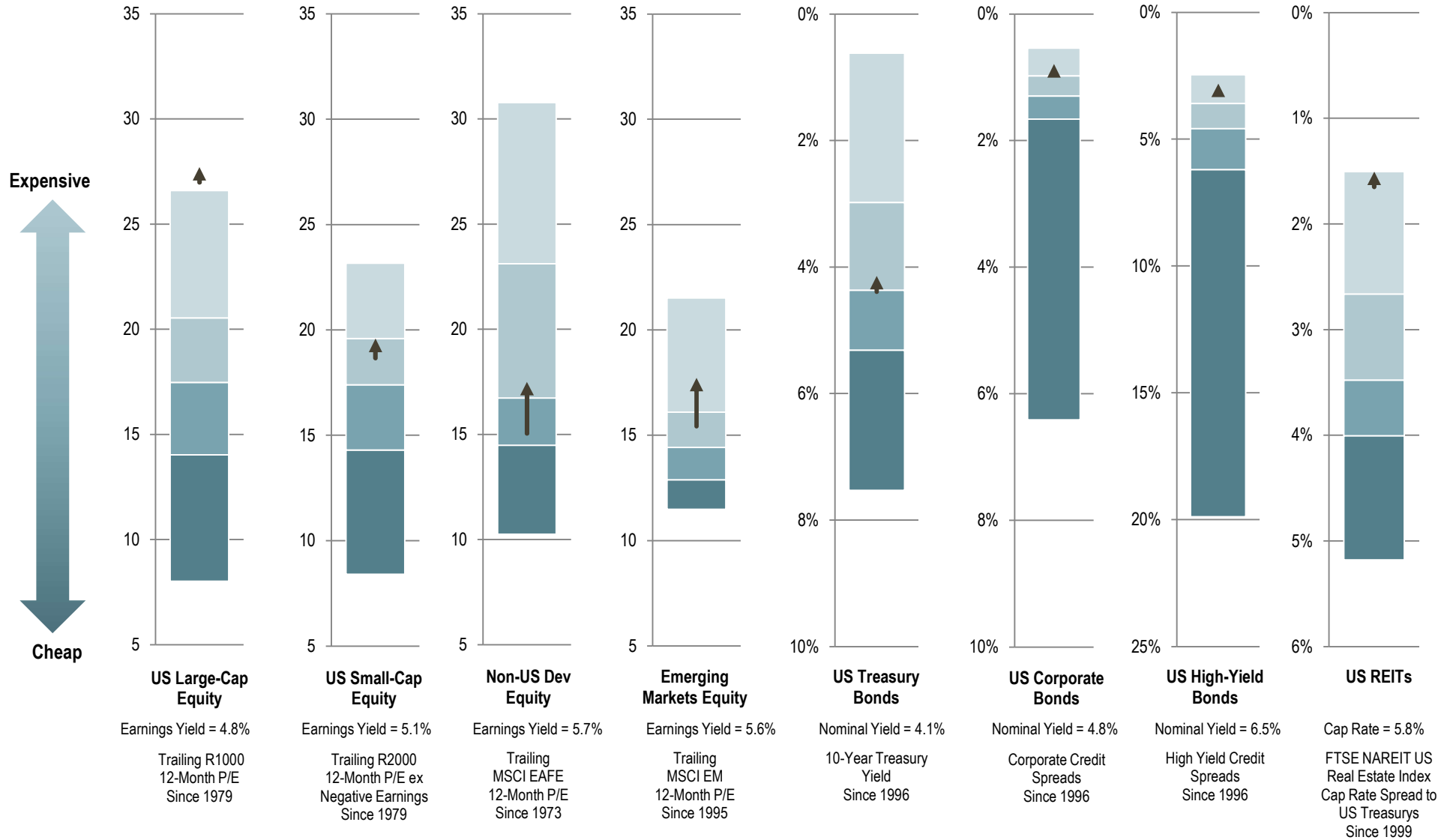
Sources: Sellwood Investment Partners LLC, Morningstar, Federal Reserve Economic Data, CME Group, S&P Dow Jones Indices

Arrows in the top-right charts represent year on year change.

*Estimate, provided by S&P Dow Jones Indices.

Global Market Valuations - One Year Change

As of December 31, 2025



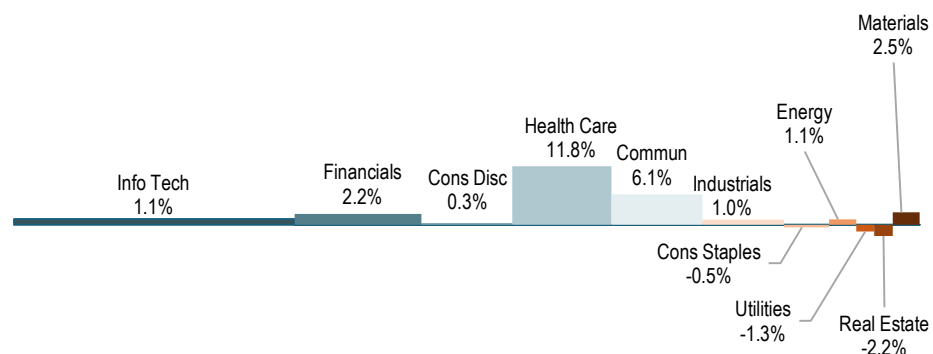
Arrows represent year on year change. Trailing 12 month P/E and cap rate metrics exclude the top and bottom 5%. P/E metrics calculated by Investment Metrics and Morningstar may use different methodology.

Sources: Sellwood Investment Partners LLC, Robert Shiller Data, S&P Dow Jones Indices, FTSE Russell, MCSI, Federal Reserve Economic Data, NAREIT

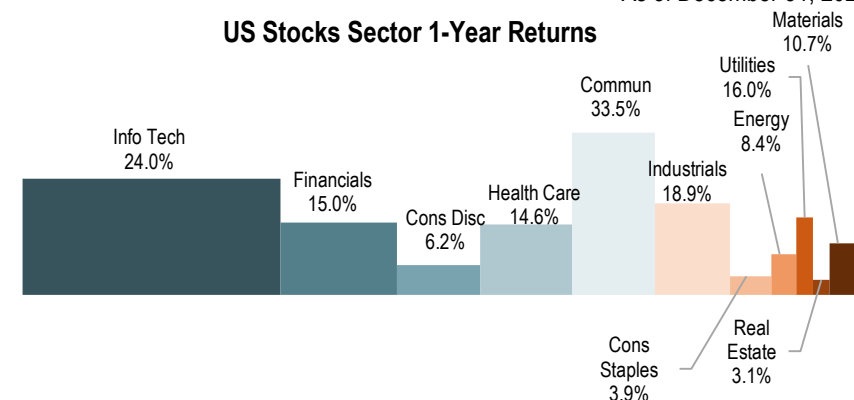
Sector and Region Returns

As of December 31, 2025

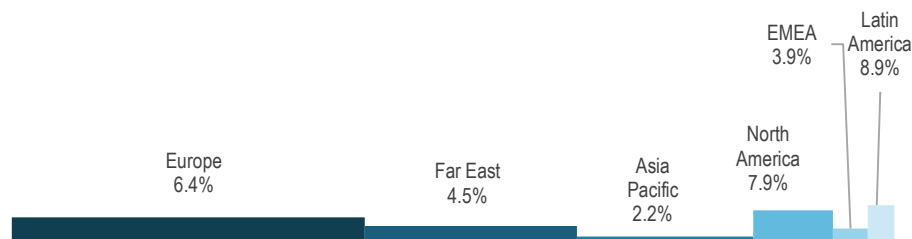
US Stocks Sector Quarter Returns



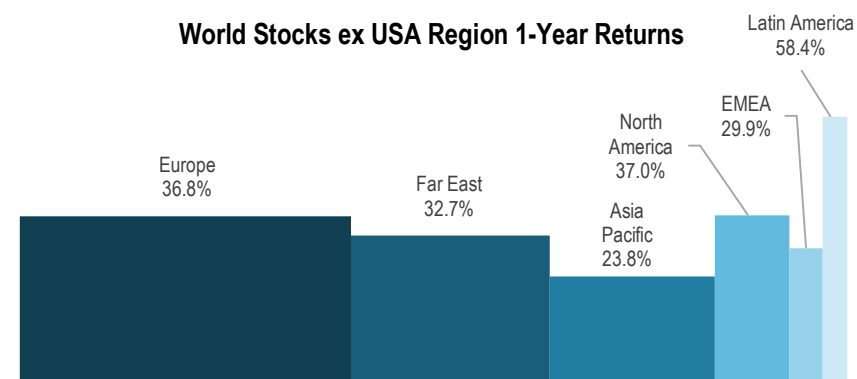
US Stocks Sector 1-Year Returns



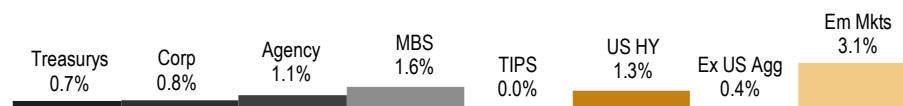
World Stocks ex USA Region Quarter Returns



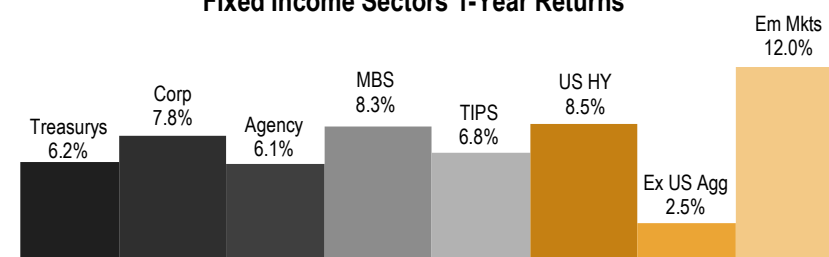
World Stocks ex USA Region 1-Year Returns



Fixed Income Sectors Quarter Returns



Fixed Income Sectors 1-Year Returns



The equity bar widths depict end of the quarter region and sector weights. Fixed income bar widths do not depict specific sector weights. The Far East includes Hong Kong, Japan and Singapore.

Sources: Sellwood Investment Partners LLC, Morningstar, S&P Dow Jones Indices, MSCI, ICE BofA