FORTIS CAPITAL ADVISORS | Weekly Market Update

January 19, 2026

U.S. Equity Market Summary					Performance as of		1/16/26
Asset Class	**1 Week**	**1 Month**	**3 Month**	**YTD**	**1 Year**	**3 Year**	**5 Year**
S&P 500	-0.36%	2.15%	5.01%	1.44%	18.39%	21.90%	14.66%
Dow Jones Industrials Average	-0.29%	2.64%	7.86%	2.74%	16.35%	15.07%	12.02%
NASDAQ	-0.66%	1.78%	4.38%	1.19%	22.39%	29.46%	13.42%
Mid Cap	0.85%	4.45%	6.51%	4.72%	12.32%	14.02%	9.01%
Small Cap	2.05%	6.39%	8.89%	7.92%	19.74%	14.00%	6.17%
Micro Cap	2.60%	4.19%	9.78%	6.18%	28.41%	14.44%	6.33%

U.S. Sector Summary							1/16/26
Sector	**1 Week**	**1 Month**	**3 Month**	**YTD**	**1 Year**	**3 Year**	**5 Year**
Cyclical							
Consumer Cyclical	-1.70%	0.50%	5.45%	2.42%	9.13%	21.55%	8.96%
Financials	-2.31%	-0.02%	5.54%	-0.60%	10.80%	16.50%	13.91%
Materials	0.87%	8.73%	11.14%	7.34%	13.13%	7.20%	7.37%
Real Estate	4.22%	5.22%	2.15%	4.61%	6.23%	5.76%	6.55%
Sensitive							
Comm. Services	-2.32%	-0.95%	1.20%	-2.17%	20.73%	31.46%	13.12%
Energy	2.19%	9.77%	12.79%	6.67%	5.72%	5.47%	21.90%
Industrials	3.07%	7.31%	10.47%	7.59%	23.54%	19.47%	15.18%
Technology	-0.36%	2.30%	2.52%	1.15%	27.13%	31.63%	18.90%
Defensive							
Consumer Defensive	3.61%	4.40%	5.20%	5.70%	9.83%	6.00%	7.36%
Health Care	-1.00%	1.51%	9.89%	0.61%	12.29%	6.51%	7.59%
Utilities	2.07%	1.57%	-4.86%	1.64%	13.35%	10.07%	9.90%

Equity Style Summary							1/16/26
Region	**1 Week**	**1 Month**	**3 Month**	**YTD**	**1 Year**	**3 Year**	**5 Year**
Large Growth	-1.19%	0.32%	2.04%	-0.56%	18.79%	29.92%	14.84%
Large Blend	-0.40%	1.97%	4.67%	1.28%	18.34%	22.29%	14.12%
Large Value	0.78%	4.18%	7.95%	3.86%	16.77%	13.78%	12.83%
Mid Growth	-0.21%	1.47%	-1.26%	2.19%	8.60%	15.51%	6.51%
Mid Blend	0.57%	3.12%	4.42%	3.51%	12.03%	13.64%	8.80%
Mid Value	1.12%	4.30%	8.68%	4.46%	14.36%	11.68%	10.90%
Small Growth	1.47%	7.56%	7.87%	7.63%	13.07%	15.22%	3.47%
Small Blend	1.37%	6.38%	9.18%	6.83%	12.91%	13.62%	7.55%
Small Value	1.30%	5.51%	10.19%	6.23%	12.78%	12.43%	10.62%

The Week That Was

Investors sought out small and mid-cap equities resulting in gains of 2.0% and 0.85%, respectively, while the SPX, Nasdaq and DJIA all sported losses for the week. On a YTD basis, small and mid-cap equity gains are 400-500 bps ahead of larger cap peers. Value stocks out performed growth across the market cap spectrum led by gains in the REIT (XLRE), Staples (XLP) and Utilities (XLU) sectors of 2-4%, offset by Consumer Cyclical (XLY) and Financial (XLF) declines of ~2%. 4Q25 earnings began with reports from financial companies as large cap banks such as JPM, C and BAC, all declined despite solid EPS reports while investment banks/asset managers (MS, GS, BLK) gained on strong capital markets activity. In the tech sector, TSM provided robust guidance for revenue growth and capex in 2026 that ignited a move into AI-related names after a difficult past few months. After the DOJ announced an investigation into Fed Chair Powell on Monday, President Trump added initiatives including a 10% cap on credit card interest rates and additional tariffs on NATO countries to pressure them on Greenland as well as increased sanctions on countries doing business with Iran. The BLS reported headline CPI rose by 2.7% y/y in Dec., the slowest gain since March '21, while core CPI rose 2.6%, both in line with estimates. The PPI rose 3% y/y while retail sales in November rose 0.6% m/m, both slightly higher than estimated. Lower mortgage rates helped existing home sales increase 5.1% in December but new home sales continued to disappoint. Bond yields were slightly higher amid concerns over the DOJ's action on Fed Chair Powell, with the 10-year ticking above 4.2% for the first time since Sept. 2025. Bond auctions went well raising over $119B while credit spreads remained tight. Silver and gold continued to move higher while WTI was steady as traders sought to understand how geopolitics in Iran would impact future prices. The dollar gained slightly against major currencies.

The Week Ahead

4Q25 earnings season continues with ~ 30 SPX companies reporting this week representing a broad swath of the economy. Among the more impactful with be NFLX (Tues) which is attempting to purchase WBD and will provide details on its latest financing structure in addition to metrics around rev/member and traction of the advertising business. HAL (Wed) and SLB (Fri) will provide an outlook for oil and gas capex with investors focused on the potential for revenue from Venezuela, in addition to the ROW outlook. FCX (Thur) will provide an update on the restart of a mine in Indonesia as well as an update on the outlook for copper in 2026. INTC (Thur) will hope to justify its recent stock strength with positive commentary on its business trajectory while GE (Thur) will detail the outlook for both its commercial and defense engines that power both the BA 787 and US military fighter jets. The economic highlight of the week will be the PCE price index (Thur) which has crept a bit higher over the past few months and is expected to come in at 2.7%, while the core is expected at a similar level. Mortgage applications saw a bit of a bump higher last week so the MBA Application number (Wed) will be watched closely for confirmation. Pending home sales (Wed) saw an uptick to positive territory last month with expectations for flat m/m in Dec, while a similar setup is expected for construction spending (Wed). Davos will host the global elites this week with President Trump expected to speak on Wednesday.

International Equity Market Summary — 1/16/26

Region	1 Week	1 Month	3 Month	YTD	1 Year	3 Year	5 Year
Russell 3000	-0.20%	2.45%	5.14%	1.90%	17.79%	21.19%	13.31%
MSCI ACWI ex USA	1.61%	6.33%	7.59%	4.05%	37.18%	16.17%	8.15%
MSCI Emerging Markets	2.26%	9.90%	8.10%	5.78%	42.31%	15.66%	4.31%
MSCI Europe Stock	0.42%	4.41%	6.78%	2.45%	35.87%	15.93%	10.57%
MSCI Asia Pacific Stock	2.76%	8.39%	7.33%	5.64%	37.07%	15.78%	5.23%
MSCI Latin America Stock	1.78%	8.07%	18.01%	6.01%	59.01%	14.58%	9.65%

International Equity Commentary

The STOXX Europe 600 rose 0.8% driven by a 1.1% gain in the UK's FTSE 100 and modest gains from Germany's DAX and Italy's FTSE MIB, while France's CAC 40 lost 1.2%. German GDP expanded 0.2% q/q in 4Q25 despite exports falling 0.3% for 2025 due to higher U.S. tariffs. Imports rose after shrinking for two years, resulting in a trade surplus that shrank to EUR 110 billion from EUR 241 billion in 2024 - the smallest in more than two decades. UK GDP expanded by 0.3% sequentially in Nov., driven by expansion in both services and production, the latter aided by the auto sector. Eurozone industrial output increased 0.7% in November, a 3rd straight monthly gain. EU countries endorsed a free trade agreement with South America's Mercosur bloc, which will gradually reduce tariffs on a large majority of bilateral trade that is estimated at over EUR 100B in 2024. Japan's Nikkei 225 and the broader TOPIX gained ~ 4% as investors reacted to the possibility of PM Takaichi calling snap elections to gain a majority for the ruling LDP, which could usher in further government stimulus. The yen depreciated, but then recovered, to the prior week level of JPY 158 against the USD, after BoJ comments on possibly defending the yen. 10-year yields continued their move higher, tacking on 10 bps to end the week at 2.18%. China's CSI 300 and the Shanghai Composite both declined by ~ 50 bps as margin levels for domestic stock investors were increased as regulators attempt to slow the recent pace of market gains. Outstanding loans on stock purchases on the CSI 300 are near record levels as investors are seeking out technology stocks given Beijing's tacit approval of AI-related names and domestic technology startups. Chinese exports surged in December and its trade surplus hit a record $1.2T as exports to non-US countries surged. In Hong Kong, the benchmark Hang Seng gained 2.3%.

Notable Earnings Releases - Week of January 19, 2026

Name	Earnings Release Date	Consensus EPS Estimate
D.R. Horton, Inc.	Tuesday, January 20, 2026	$2.38
Netflix, Inc.	Tuesday, January 20, 2026	$0.81
Halliburton Co.	Wednesday, January 21, 2026	$0.50
Johnson & Johnson	Wednesday, January 21, 2026	$2.76
The Charles Schwab Corp.	Wednesday, January 21, 2026	$1.33
Abbott Laboratories	Thursday, January 22, 2026	$1.20
Freeport-McMoRan, Inc.	Thursday, January 22, 2026	$0.51
GE Aerospace	Thursday, January 22, 2026	$1.57
Procter & Gamble Co.	Thursday, January 22, 2026	$1.58
Alcoa Corp.	Thursday, January 22, 2026	$1.12
Intel Corp.	Thursday, January 22, 2026	$0.05
Intuitive Surgical, Inc.	Thursday, January 22, 2026	$2.12
SLB Ltd.	Friday, January 23, 2026	$0.63

Economic Data Releases - Week of January 19, 2026

Data Release	Data Release Date	Previous Print	Current Est.
ADP Employment Change - Weekly	Tuesday, January 20, 2026	11.75K	N/A
MBA Mortgage Applications	Wednesday, January 21, 2026	28.5%	N/A
Redbook Retail Sales Y/Y	Wednesday, January 21, 2026	5.7%	N/A
US Pending Home Sales YoY	Wednesday, January 21, 2026	2.6%	0.2%
US Construction Spending YoY	Wednesday, January 21, 2026	-1.6%	N/A
US PCE Price Index YoY	Thursday, January 22, 2026	2.8%	2.7%
GDP Growth Rate Q/Q - Final 3Q25	Thursday, January 22, 2026	4.3%	N/A
S&P Global PMI Flash - January	Friday, January 23, 2026	52.7	52.8
US Index of Consumer Sentiment	Friday, January 23, 2026	4.13M	4.06M

Market Metrics

Name	As of	Latest**	1 Month Ago	1 Mo. %	1 Year Ago	1 Year %	Freq.
Key Interest Rates							
1 Month Treasury	1/16/26	3.75%	3.76%	▼ -0.3%	4.43%	▼ -15.3%	Daily
2 Year Treasury	1/16/26	3.59%	3.48%	▲ 3.2%	4.23%	▼ -15.1%	Daily
10 Year Treasury	1/16/26	4.24%	4.15%	▲ 2.2%	4.61%	▼ -8.0%	Daily
30 Year Mortgage	1/15/26	6.06%	6.22%	▼ -2.6%	6.93%	▼ -12.6%	Weekly
US Corporate AAA	1/15/26	4.67%	4.72%	▼ -1.1%	4.96%	▼ -5.8%	Daily
US Corporate BBB	1/15/26	5.00%	5.05%	▼ -1.0%	5.60%	▼ -10.7%	Daily
US Corporate CCC	1/15/26	12.24%	12.45%	▼ -1.7%	11.50%	▲ 6.4%	Daily
Effective Federal Funds	1/15/26	3.64%	3.64%	▲ 0.0%	4.33%	▼ -15.9%	Daily
U.S. Economy							
Consumer Sentiment	12/31/25	52.90	51.00	▲ 3.7%	74.00	▼ -28.5%	Monthly
Unemployment Rate	12/31/25	4.40%	4.50%	▼ -2.2%	4.10%	▲ 7.3%	Monthly
Inflation Rate	12/31/25	2.71%	2.68%	▲ 1.3%	2.89%	▼ -6.0%	Monthly
Manufacturing PMI	12/31/25	47.90	48.20	▼ -0.6%	49.20	▼ -2.6%	Monthly
Non Manufacturing PMI	12/31/25	54.40	52.60	▲ 3.4%	54.00	▲ 0.7%	Monthly
Retail Sales	11/30/25	635,651	632,395	▲ 0.5%	616,568	▲ 3.1%	Monthly
Building Permits	10/31/25	1,412	1,415	▼ -0.2%	1,428	▼ -1.1%	Monthly

Suggested Readings and Videos — 1/16/26

- DOJ Criminal Probe Highlights Risk of Fed Losing Independence - A Central Bank Scholar Explains What's at Risk
- The US and NATO Can Avoid Catastrophe Over Greenland and Emerge Stronger. Here's How.
- GOP Breaks With Trump on Credit Card Interest Rate Cap Proposal
- Experts Weigh In on Taiwan-US Trade Deal's Impact on Industry, Security Ties - Video
- Why Goldman Sachs CEO David Solomon is Optimistic About the US Economy

Chart Of The Week — 1/16/26

Stocks To Consider — 1/16/26

	Ticker	Price	Market Cap	Sector
Gap Up				
CALIX, INC. (XNYS:CALX)	CALX	$ 58.10	$ 3,851	Communications & Networking
KENNAMETAL INC. (XNYS:KMT)	KMT	$ 34.02	$ 2,589	Machinery, Equipment & Components
OPTION CARE HEALTH, INC. (XNAS:OPCH)	OPCH	$ 36.03	$ 5,719	Healthcare Providers & Services
High Volume				
Bilibili Inc. (XNAS:BILI)	BILI	$ 32.48	$ 10,881	Software & IT Services
GLENCORE PLC (OTCM:GLCNF)	GLCNF	$ 6.42	$ 55,348	Metals & Mining
LENDINGTREE, INC. (XNAS:TREE)	TREE	$ 68.01	$ 930	Banking Services
Uptrend Retrace to Support				
ABBVIE INC. (XNYS:ABBV)	ABBV	$ 214.33	$ 378,805	Pharmaceuticals
HOULIHAN LOKEY, INC. (XNYS:HLI)	HLI	$ 189.90	$ 13,306	Investment Banking & Investment Services
UBIQUITI INC. (XNYS:UI)	UI	$ 550.39	$ 33,298	Communications & Networking
Downtrend Slowing				
ALASKA AIR GROUP, INC. (XNYS:ALK)	ALK	$ 50.04	$ 5,804	Passenger Transportation Services
INSPIRE MEDICAL SYSTEMS, INC. (XNYS:INSP)	INSP	$ 92.23	$ 2,680	Healthcare Equipment & Supplies
RITHM CAPITAL CORP. (XNYS:RITM)	RITM	$ 11.76	$ 6,517	Residential & Commercial REIT
Improving Technical				
ALLEGRO MICROSYSTEMS, INC (XNAS:ALGM)	ALGM	$ 33.35	$ 6,174	Semiconductors & Semiconductor Equipment
CAVA GROUP, INC. (XNYS:CAVA)	CAVA	$ 72.09	$ 8,361	Hotels & Entertainment Services
VISHAY INTERTECHNOLOGY, INC. (XNYS:VSH)	VSH	$ 18.29	$ 2,480	Semiconductors & Semiconductor Equipment

Source: Timber Point Capital Management

For our full list of Stocks To Consider, contact Patrick Mullin at pmullin@timberpointcapital.com