

Talk Your Chart

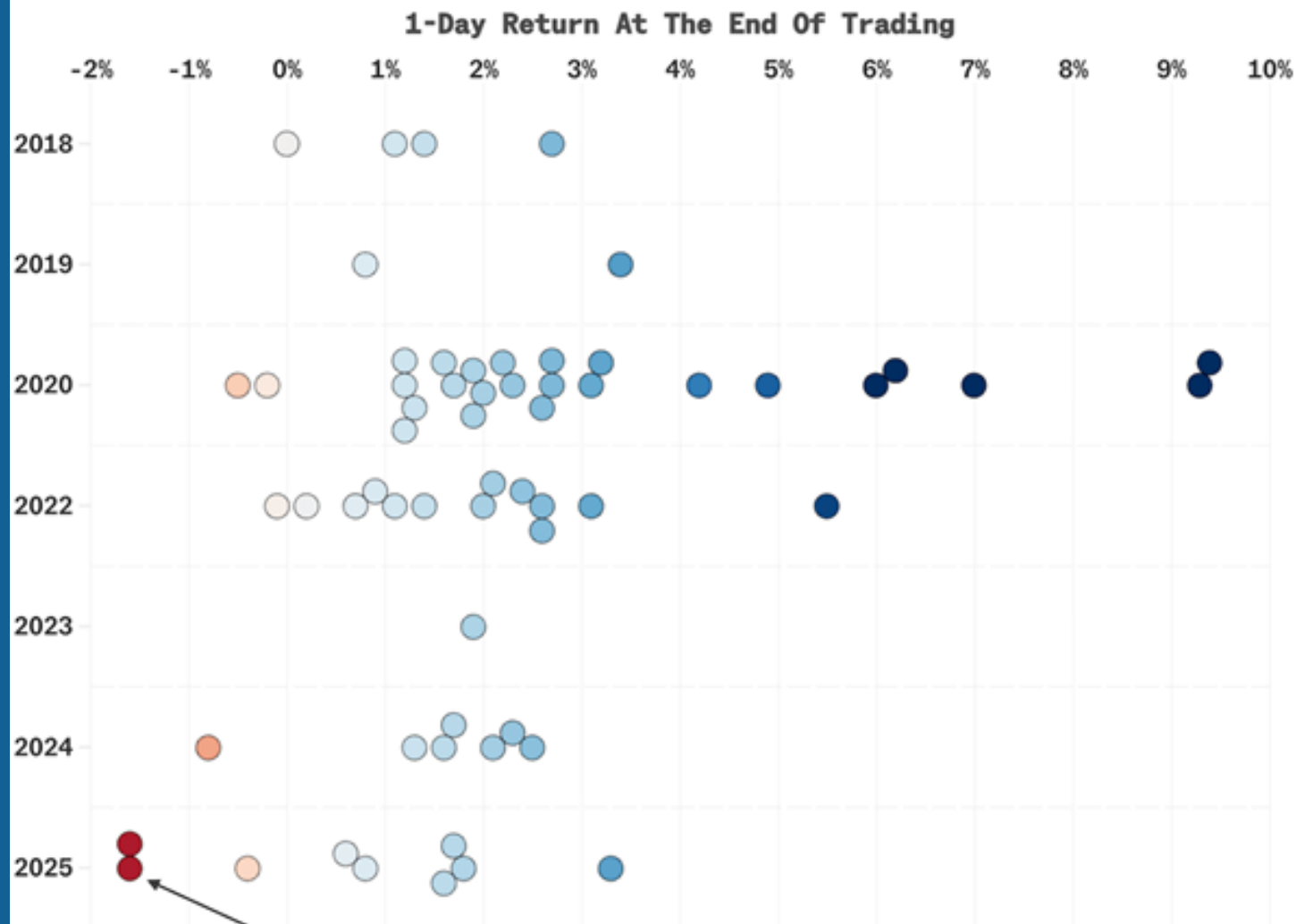
EPISODE 74 | MARKET REVERSALS, AI INTERDEPENDENCE,
AND WHAT INVESTORS SHOULD KNOW



EVENSKY & KATZ / FOLDES
— WEALTH MANAGEMENT —

Every Day Of The S&P 500 Index When The Market Opened >1%

[61 days out of 2,739 total days since 2015]



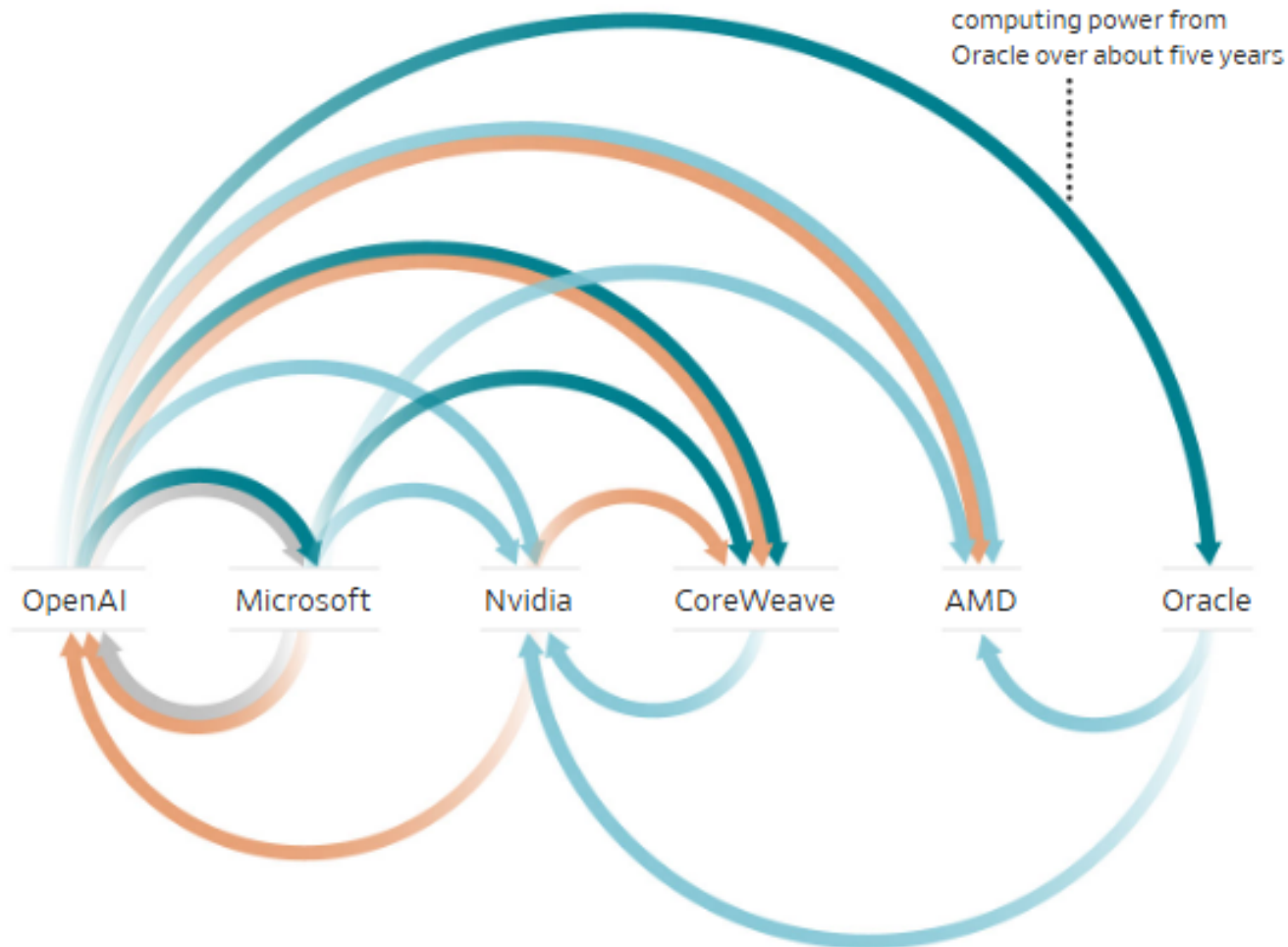
This was yesterday, one of those rare occasions when the market opens up more than 1%, but finishes in the red.

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Source: Bloomberg

Select capital flows among six AI-industry companies

■ Chip purchases ■ Infrastructure purchases and rentals
■ Equity investment ■ Revenue sharing



Note: Some chip purchases are through intermediaries. Some investments and other arrangements subject to conditions.

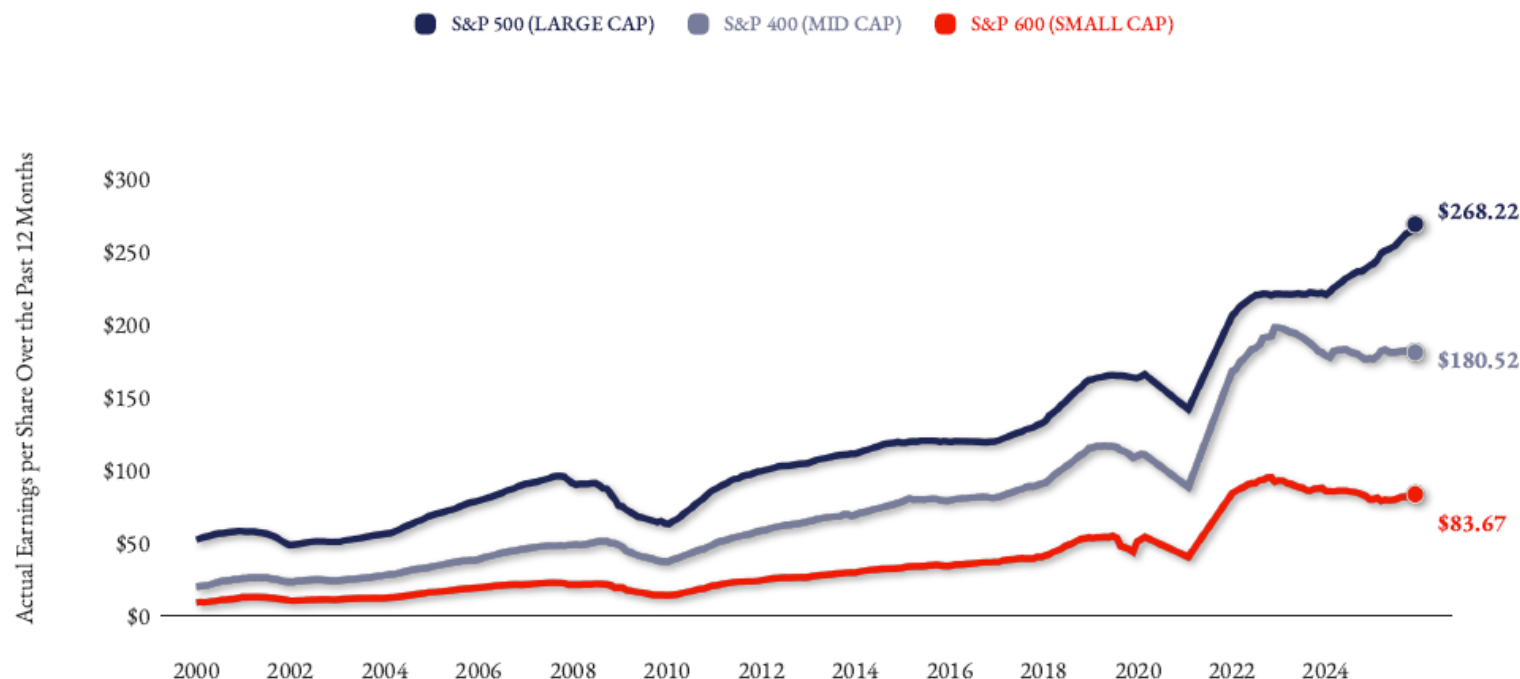
Sources: staff reports; Morgan Stanley

Nate Rattner/WSJ

Actual Earnings Trends

Actual Earnings Per Share Over the Past 12 Months for the S&P 500 (Large Cap), S&P 400 (Mid Cap), and S&P 600 (Small Cap)

Since 2000



Source: © Exhibit A, FactSet Research Systems Inc., Standard & Poor's | Latest: 2025-11-28

This slide is for informational and illustrative purposes only. The data provided is believed to be accurate, but there is no guarantee of its accuracy, completeness, or timeliness. This is not a recommendation or offer of any financial product. Past performance is not indicative of future results, and investors should consider their own objectives and risk tolerance. Indices, if presented, do not include fees, are unmanaged, and not available for direct investment. Definitions & Methodology: The S&P 500 tracks the performance of 500 large-cap U.S. companies, serving as a benchmark for the U.S. stock market. The S&P 400 measures the performance of 400 mid-sized U.S. companies, representing the mid-cap segment of the market. It is used as a benchmark for mid-cap stock performance. The S&P 600 tracks the performance of 600 small-cap U.S. companies, representing the small-cap segment of the market. It is commonly used to gauge small-cap stock performance. All three of these indices are weighted by market cap. Earnings per share are calculated as the sum of the past 12 month's of earnings for each index.

What Today's Valuations Are Telling Investors

U.S. Large-Cap Stocks – Today vs. 10 Years Ago

	US LARGE GROWTH Russell 1000 Growth	US LARGE CAPS S&P 500	US LARGE VALUE Russell 1000 Value
Change in PRICE (P)	+404%	+248%	+118%
Change in EARNINGS (E)	+174%	+122%	+66%
Change in PRICE-TO-EARNINGS (P/E)	+84%	+57%	+31%
P/E as of 9/30/2025	38.6	28.1	20.8

U.S. Large and Large Growth Prices Have Risen Much Faster Than Their Earnings Over the Last 10 Years

Source: Avantis Investors and Sunil Wahal, CRSP/Compustat, U.S. Securities, 1973-2024

US Small Cap Returns

US Small Cap		BtM			
		Low BtM		High BtM	
Prof	High Prof	5.9	20.2	-4.1	-10.2
		2.7	38.7	2.4	0.8
	Low Prof	11.3	2.8	5.5	-1.5
		50.3	31.3	5.3	-1.8

YTD Returns through October 31st, 2025

US Mid Cap Returns

US Mid

BtM

		Low BtM		High BtM	
Prof	High Prof	1.5	15.7	2.7	-6.7
		3.9	31.0	11.4	1.3
		7.7	31.2	5.1	1.2
	Low Prof	31.3	18.3	11.2	8.2

YTD Returns through October 31st, 2025

DISCLAIMER

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