PVG Asset Management
LOSS AVERSE INVESTING

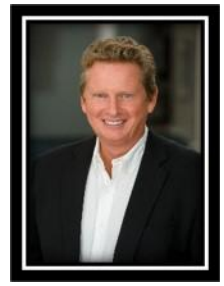
Market in a Minute

October 7, 2025

Index Performance: As of October 3, 2025			
Index	**Price**	**Last Week**	**YTD**
S&P 500	6,715.79	0.77%	14.18%
Dow Jones	46,758.28	0.96%	9.91%
NASDAQ	22,780.51	0.66%	17.97%
Russell 2000	13,531.08	1.19%	12.20%
Russell 2000 Growth	12,246.71	1.00%	13.54%
Russell 2000 Value	19,463.02	1.41%	10.78%
Russell 1000 Growth Total Return	4,902.19	0.29%	17.58%
SPDR Gold Shares	357.64	5.44%	47.71%
Powershares US $ Index	27.49	0.22%	-6.56%
Ishares EAFE Index	95.08	2.24%	25.75%
Barclays Aggregate Bond Index	100.18	-0.11%	3.38%
iShares Barclays 20+ Yr Treasury Bond	89.38	0.40%	2.35%
Utilities Select Sector ETF	88.91	5.37%	17.47%
Vanguard REIT ETF	91.42	-0.25%	2.63%
iShares Mortgage Real Estate	22.36	0.36%	4.73%
Alerian MLP ETF	46.64	-0.60%	-3.16%
iShares Global Telecom	122.72	-2.87%	26.95%
ETFMG Alternative Harvest ETF	36.78	13.80%	36.83%
Grayscale Bitcoin Trust	96.36	6.66%	30.18%
Shanghai SE Index	3,862.53	1.11%	15.24%

A Word on the Market

By: Patrick Adams, CFA



Market Update:

- **Our view of the market continues to be that valuation is an issue due to the over-concentration in technology and related, other issues, liquidity is drying up (the market needs more rate cuts than the economy), seasonality, markets are driven by retail investors, a correction (could be significant) is likely to be followed by another advance.**

- **Earnings reports** are coming and may not live up to the big price move for a lot of technology companies. PEP reports this Thursday, JNJ and Big Banks next week, and TXN and NFLX on Tuesday Oct. 21st.

- **OpenAI and AMD** announced a deal to provide up to 6 gigawatts of chips versus the 10 that was just announced by NVDA. **AMD will allow OpenAI to buy 160 million shares of AMD for $0.01 per share…I kid you not!** This is like going to PLD, a large REIT and agree you are going to buy some of their buildings but want PLD to sell their $117 stock to you for $0.01. AMD is actually up 30% or so on the announcement. **AMDD is the 1x inverse of AMD.**

- **OpenAI is trying to keep up with GOOG, we think GOOG has the best technology and do not think it will be easy for anyone to compete.**

Source: Bloomberg & Yahoo.com, Returns are appreciation only.

S&P Sector Performance: As of October 3, 2025			
Index	**Price**	**Last Week**	**YTD**
Information Technology	5,661.33	2.56%	22.82%
Consumer Disc.	1,902.44	-2.02%	3.89%
Consumer Staples	864.05	-1.51%	1.22%
Health Care	1,688.46	5.90%	5.22%
Financials	894.34	-0.64%	11.18%
Industrials	154.41	1.26%	17.19%
Energy	680.1	1.17%	3.86%
Communications Services	417.58	-4.78%	22.22%
Utilities	451.49	5.28%	17.29%
Materials	571.14	-0.98%	7.81%
Real Estate	264.2	1.10%	3.24%

Source: Bloomberg website, Returns are appreciation only

PVG Strategies			
Tactical Strategies	**QTD**	**YTD**	**Average Annual Return as of 6/30/25**
Tactical Total Return	1.75%	6.66%	8.11%
Dynamic Core	0.01%	6.50%	8.48%
Tactical Growth	1.58%	4.40%	18.50%
Loss Averse			
Loss Averse Equity Income	0.65%	4.44%	3.66%
Specialty			
Emerging Healthcare	3.79%	16.42%	68.64%
Focus			
High Income Focus 10	0.81%	8.09%	6.80%
Growth Focus 10	0.65%	7.84%	11.66%

- Someone will figure out how to do AI without all the massive datacenters and energy needs. We think more computing on the edge will emerge to reduce some of the massive need for these data centers. Maybe the issue is the software needs to move to a new generation.

- **We continue to like MRVL but would not be aggressive in buying it now. SMH has gone parabolic.**

- **We reiterate that AMZN has been left behind, and AWS is the 800-pound gorilla, we think the stock has some catch up. AMZU is the AMZN 2x.**

- **We think the cloud is lifting for the healthcare sector as the big pharma** companies are making deals with Trump by cutting out the middleman and selling their drugs through the TrumpRx platform rather than the PBMs such as CVS, CI, and UNH. **We think the drug and biotechnology stocks are very attractive on a relative basis.**

- **ADP Jobs report showed a decline of -32,000 for September…Wow…and could see massive government jobs lost if the shutdown continues.**

- **It feels like the markets will melt up before any major bear market with the Fed having to cut rates. The rate cuts should broaden out the market.** There are over 280 companies that have filed S-1s to go public.

Emerging Healthcare Focus 10	2.29%	19.27%	11.29%
Strategic			
Tactical Aggressive	1.45%	9.05%	15.66%
Tactical Moderate	0.65%	4.64%	10.45%
Tactical Conservative	0.30%	5.41%	7.56%
Tactical Income	0.63%	7.69%	7.21%

Interest Rates

Fed Fund	4.09 %	**5-Year**	3.72%
3-Month	4.03%	**10-Year**	4.13%
6-Month	3.82%	**30-Year**	4.71%
2-Year	3.58%		

Source: Bloomberg.com

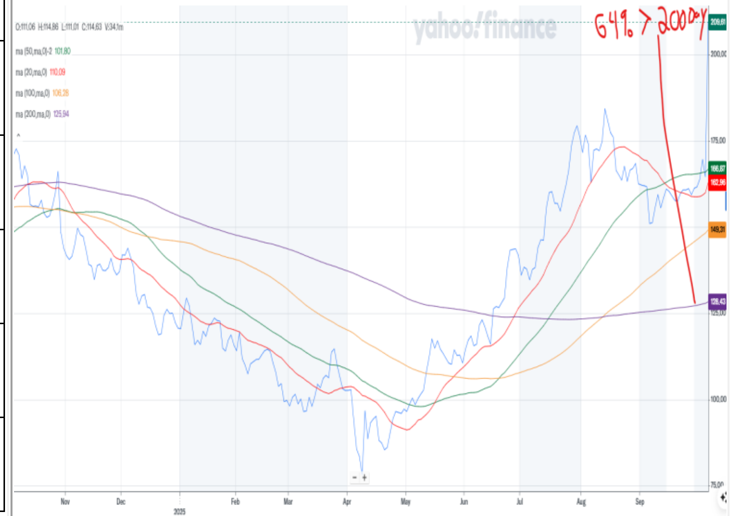
Economic Events This Week

Date	Report	Forecast	Previous
Oct 07	Trade Balance	-$61.0B	-$60.2B
Oct 07	Consumer Credit	$13.1B	$16.0B
Oct 09	Initial Claims	233K	Na
Oct 09	Wholesale Inventories	-0.2%	0.1%
Oct 09	Univ. of Michigan Consumer Sentiment – Prelim	54.5	55.1
Oct 09	Treasury Budget	-$83.0B	-344.8B

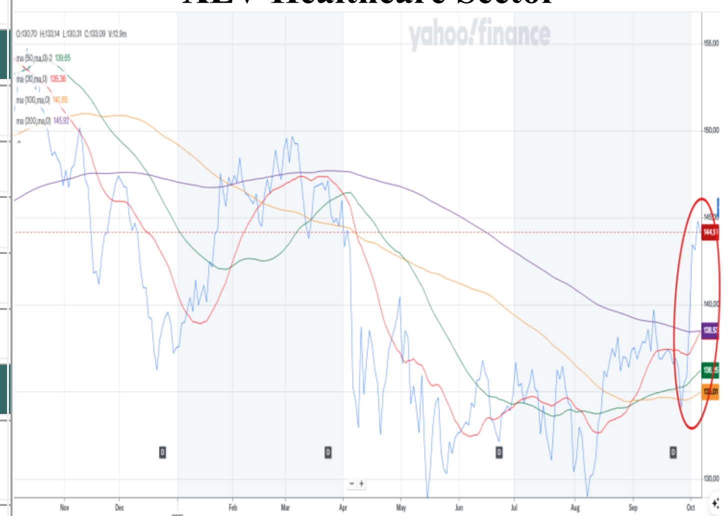
Economic Events Last Week

Sept 30	Housing market shows sudden strength as buyers take advantage of dropping mortgage rates

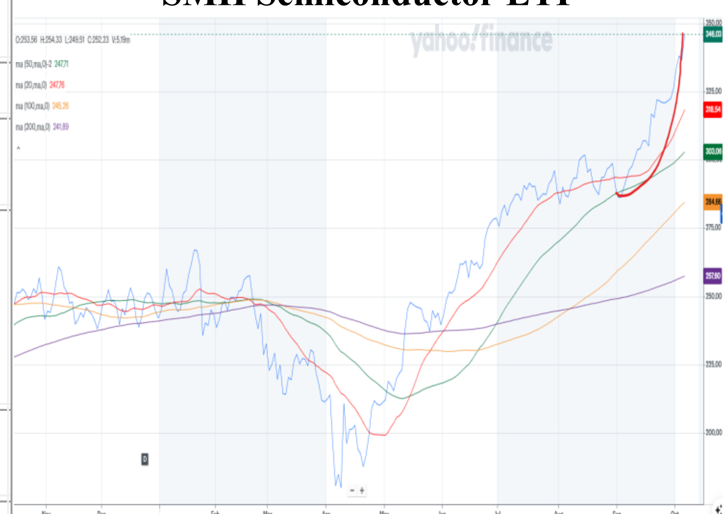
AMD Stock Up 30% on OpenAI Announcement



XLV Healthcare Sector

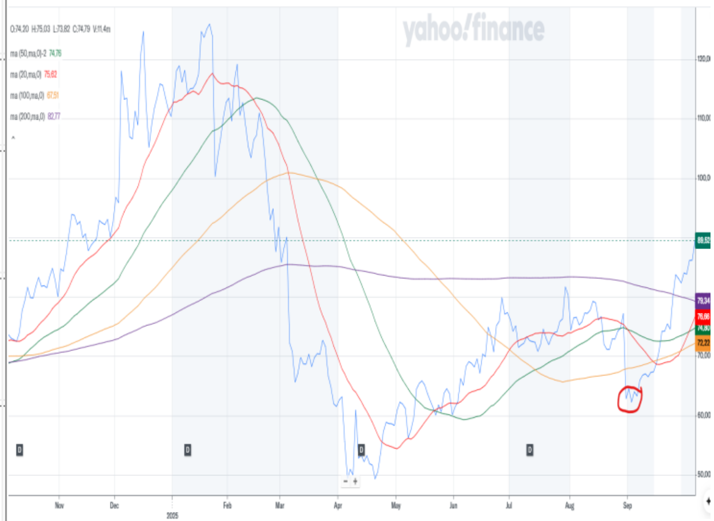


SMH Semiconductor ETF

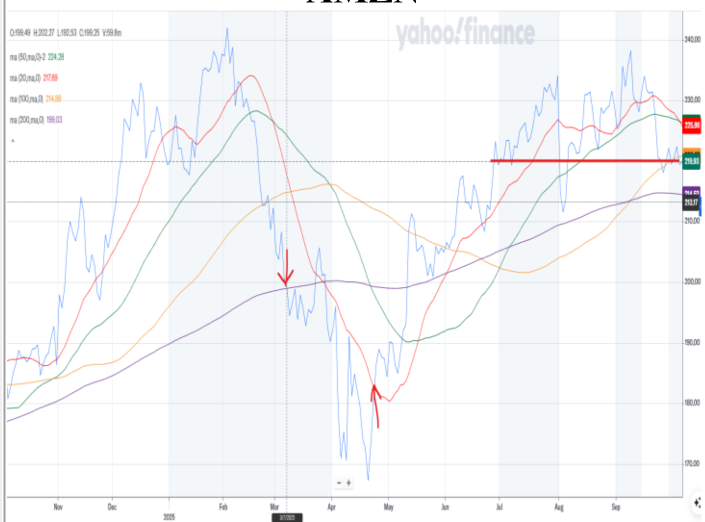


Sept 30	Job market is frozen, with few businesses hiring and workers are not quitting
Sept 30	Consumer-confidence index hits lowest level since April on concerns over jobs
Oct 1	ADP says businesses cut jobs for third month out of four as U.S. labor market takes a turn for the worse
Oct 1	ISM shows contraction for 7th straight month as manufacturers are stuck in a slump

MRVL



AMZN



Stock Updates:

- **AVXL** positive phase 2 Schizophrenia safety data
- **FBIO** received a CRL for CUTX-101, manufacturing related
- **GRAL** will present long-term Galleria data from a conference in Berlin on October 17th.
- **VKTX** had a competitor acquired at 2x the current valuation.
- **VERU** was given the path forward from the FDA for their muscle preserving obesity drug, only 5% weight loss needed over 72 weeks, a very easy hurdle!
- **BABA** taking some profits
- **KMB** the group has been week, we like the stock, the group is very oversold
- **GAP** adding cosmetics
- **MRVL** continue to own
- **BXSL** met with management, best BDC, 11.6% yield and some flexibility to dampen falling rates