

Rock Steady Strategy

Weekly Subscriber Report

Vital Quantitative Research, LLC | Subscriber's Weekly Report | June 14, 2026 | Data as of June 12, 2026 | Benchmark: S&P 500 Index

TOTAL RETURN Since Inception	ANNUALIZED Return	YTD RETURN 2026	MAX DRAWDOWN Since Inception	SHARPE RATIO Since Inception	ACTIVE RETURN vs S&P 500
4,058%	38.47%	83.44%	-13.30%	1.68	+3,798%

Strategy Overview

Rock Steady is a rules-based large-cap strategy that screens the S&P 500 universe through a combined Growth / Sentiment / Value ranking system, holding roughly ten equal-emphasis positions rebalanced weekly. Its design goal is the one in its name: equity-like upside paired with materially shallower drawdowns. Since the 2015 inception a \$10,000 stake has compounded to \$415,691 — a 4,058% total return (38.47% annualized) against the S&P 500's 260.94% — while holding the maximum drawdown to -13.30% versus the index's -33.92%. The strategy runs in Recommend mode with a weekly rebalance, so signals are refreshed every week and turnover is deliberately active (259% annualized).

This Week

The portfolio executed a four-position rotation into the semiconductor and memory complex. On June 8 the system sold Texas Instruments (TXN), Micron (MU), and Broadcom (AVGO); on June 15 it re-established TXN and MU and added Monolithic Power (MPWR) and Western Digital (WDC). The net effect is a sharper tilt toward memory and storage alongside analog and power-semiconductor names. Worth noting: TXN and MU were sold and immediately re-established, but Broadcom was the one June 8 sale not re-purchased — the ranking system rotated out of it rather than recycling it, so its exit reflects a genuine downgrade rather than a turnover artifact. These four new buys carry the placeholder -0.10% returns and “-3 day” hold marks typical of just-opened positions. Eight prior holdings remain, anchored by Dell (+120.76%) and Seagate (+85.99%), the two largest weights. Cash sits at just \$1,617 — the strategy is effectively fully invested. The week was quiet at the portfolio level (+0.45% month-to-date), but the benchmark slipped -1.96%, so relative positioning improved.

Performance Summary

Return (%)	Model	S&P 500	Year	Model	S&P 500	Excess
Total	4,058.46	260.94	2015*	12.45	-0.73	13.18
Annualized	38.47	11.86	2016	52.09	9.54	42.56
Year To Date	83.44	8.56	2017	19.07	19.42	-0.35
Month To Date	0.45	-1.96	2018	7.23	-6.24	13.47
4 Week	16.41	0.31	2019	34.53	28.88	5.65
13 Week	42.84	12.05	2020	47.66	16.26	31.40
1 Year	165.38	22.93	2021	54.75	26.89	27.86
3 Year	389.68	70.09	2022	9.76	-19.44	29.20
			2023	41.65	24.23	17.42
			2024	33.22	23.31	9.91
			2025	63.06	16.39	46.68
			2026**	83.44	8.56	74.88

Year-to-date momentum is the standout figure: +83.44% against the benchmark's +8.56%, driven by a +25.67% January and a +27.64% May. The trailing-year return of 165.38% is exceptional and unlikely to repeat at that pace; subscribers should anchor expectations to the long-run ~38% annualized figure rather than recent monthly spikes. Notably, the strategy has posted a positive excess return in every calendar year except 2017, and its 2022 gain of +9.76% came while the S&P 500 fell -19.44%.

Risk Metrics

Trailing 3 Year	Model	Bench	Since Inception (01/01/15)	Model	Bench
Total Return (%)	389.68	70.09	Total Return (%)	4,058.46	260.94
Annualized Return (%)	69.81	19.37	Annualized Return (%)	38.47	11.86
Max Drawdown (%)	-13.30	-18.90	Max Drawdown (%)	-13.30	-33.92
Standard Deviation (%)	25.22	13.12	Standard Deviation (%)	19.49	15.13
Sharpe Ratio	2.07	1.11	Sharpe Ratio	1.68	0.72
Sortino Ratio	3.72	1.55	Sortino Ratio	2.94	0.96
Beta	1.11	-	Beta	0.67	-
Alpha (ann., %)	42.53	-	Alpha (ann., %)	28.68	-

Monthly Performance — Last 12 Months

	25/07	25/08	25/09	25/10	25/11	25/12	26/01	26/02	26/03	26/04	26/05	26/06
Model	1.76	-0.33	14.87	7.26	3.94	4.04	25.67	2.19	0.00	11.40	27.64	0.45
Benchmark	2.17	1.91	3.53	2.27	0.13	-0.05	1.37	-0.87	-5.09	10.42	5.15	-1.96
Excess	-0.41	-2.24	11.34	4.99	3.81	4.09	24.31	3.06	5.09	0.98	22.50	2.41

Current Holdings

Ticker	Wt %	Rank	Shares	Avg Cost	Price	Value	Ret %	Days	Sector
DELL	15.42	79.4	162	179.19	395.57	64,082	120.76	60	Technology
FIX	8.13	90.4	18	1,584.46	1,877.61	33,797	18.50	60	Industrials
KEYS	7.59	57.0	90	322.89	350.67	31,560	8.60	60	Technology
LRCX	9.71	76.0	110	263.39	366.81	40,349	39.26	60	Technology
MPWR	9.11	43.2	24	1,578.91	1,577.32	37,856	-0.10	-3	Technology
MU	9.21	84.8	39	982.60	981.61	38,283	-0.10	-3	Technology
STLD	8.98	73.0	132	226.04	282.76	37,324	25.10	46	Materials
STX	12.99	74.2	58	500.59	931.04	54,000	85.99	60	Technology
TXN	9.27	87.8	128	301.43	301.12	38,543	-0.10	-3	Technology
WDC	9.21	57.2	68	563.50	562.92	38,279	-0.10	-3	Technology

The book splits cleanly into two cohorts. Four positions have been held since the April 13 rebalance — Dell, Seagate, Lam Research, and Keysight — and account for the bulk of the unrealized gains, with Dell (+120.76%) and Seagate (+85.99%) the clear leaders. Steel Dynamics, opened April 27, is up 25.10%. The remaining four are this week's fresh entries, still flat by definition. Position weights stay tight in the 7.6%–15.4% range, reflecting the static-weight sizing method and the strategy's preference for balance over conviction-concentration.

Fundamental Ratios

Ticker	Mkt Cap	Yield	P/E	PEG LT	ROE TTM	ROI TTM	Debt/Eq	Pr2CFI
DELL	267,672	0.64%	31.4	1.01	N/A	33.64%	N/A	23.61
FIX	66,227	0.17%	54.2	1.30	53.29%	46.65%	0.13	48.41
KEYS	60,146	0.00%	57.8	2.76	18.17%	13.34%	0.44	43.28
LRCX	462,559	0.28%	69.2	2.34	66.76%	48.25%	0.35	65.24
MPWR	75,565	0.51%	113.6	2.23	19.45%	19.35%	0.01	102.75
MU	1,104,655	0.06%	46.3	0.11	39.82%	33.18%	0.15	34.04
STLD	40,778	0.75%	30.3	0.64	15.25%	10.91%	0.46	21.07
STX	208,766	0.32%	88.4	N/A	1,787.97%	54.17%	3.82	80.54
TXN	273,605	1.89%	51.5	2.27	32.16%	19.17%	0.84	36.72

WDC	196,392	0.11%	33.6	0.66	85.64%	53.76%	0.18	32.60
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This week's added fundamental snapshot underscores the strategy's growth-and-momentum character: trailing P/E ratios run rich across the book — Monolithic Power at 113.6, Seagate at 88.4, Lam Research at 69.2 — consistent with a portfolio selected on growth and sentiment rather than value. Dividend yields are correspondingly thin, with Texas Instruments the highest at 1.89%. Two figures deserve a caveat: Seagate's 1,787.97% ROE reflects a depleted equity base rather than operating strength, and several ROE and debt-to-equity fields read N/A. Micron screens cheapest on a growth-adjusted basis (PEG 0.11), while Steel Dynamics, the lone materials name, carries the lowest P/E at 30.3.

Recent Trading Activity

Date	Action	Ticker	Shares	Price
06/15/26	BUY	MPWR	24	1,577.32
06/15/26	BUY	WDC	68	562.92
06/15/26	BUY	MU	39	981.61
06/15/26	BUY	TXN	128	301.12
06/08/26	SELL	TXN	-112	291.23
06/08/26	SELL	MU	-69	944.50
06/08/26	SELL	AVGO	-78	396.85
05/18/26	SELL	RL	-78	327.38
05/04/26	BUY	TXN	112	283.69
05/04/26	SELL	SMCI	-1,160	27.49

Trading Statistics

Starting Capital	\$10,000	Overall Winners	61.13%
Ending Market Value	\$415,691	Realized Winners	61.16%
Days Since Inception	4,180	Avg Realized Win / Loss	+23.69% / -5.71%
Total Buy / Sell Trades	389 / 349	Avg Days Held (realized)	89.89
Average Annual Turnover	258.86%	Biggest Realized Winner	+286.68%
Total Trading Cost	\$4,646	Biggest Realized Loser	-26.97%

Vital Risk Control™

Vital Risk Control™ remains the differentiator behind the “Rock Steady” name. The since-inception maximum drawdown of -13.30% is less than half the S&P 500's -33.92%, and risk-adjusted results confirm the quality of those returns: a since-inception Sharpe ratio of 1.68 versus 0.72 for the benchmark, and a Sortino of 2.94. Over the trailing three years the edge widens to a Sharpe of 2.07 and annualized alpha of 42.53%. The system stays fully invested in benign regimes — as it is now — and contracts exposure when its breadth and volatility signals deteriorate. With no such signal currently active, the model has redeployed fully into ten positions rather than carrying a defensive cash buffer.

Outlook & Key Observations

The clearest structural watch-item is concentration. Technology now represents 82.82% of the book, with materials (9.01%) and industrials (8.16%) making up the balance, and this week's rotation deepens the semiconductor and memory exposure specifically. That tilt has driven the outperformance but raises sensitivity to a sector-wide pullback — the standard trade-off for a momentum-aware strategy in a leadership regime. With four fresh positions just opened and cash near zero, the portfolio is positioned for continuation rather than defense. Subscribers comfortable with the strategy's long record of recovering from shallow drawdowns have little to act on here; the rebalance discipline does the work. The next scheduled rebalance is June 21, 2026.

10 Positions • Cash \$1,617 • YTD +83.44% • Annualized +38.47% • Max DD -13.30% • Next Rebalance 06/21/26

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