

The Data

- Major equity indices were mostly lower last week with the exception of Large-Cap Tech.
 - S&P 500 -0.09% Dow -1.69% Russell 2000 -1.4%, Nasdaq +0.72%¹
 - The All-Country World Index declined -0.60%.¹
 - S&P 500 sub-sectors were mixed for the week.
 - Healthcare, Consumer Discretionary, & Tech were the only positive sectors.¹
 - Utilities, Real Estate, & Financials led to the downside.¹
 - The CBOE Volatility Index (VIX) reversed early week gains to end at 14.81.¹
- US Treasury bond yields were mostly higher.
 - US 2yr +0.14% at 4.76%, 10yr +0.04% to 5.01%, 30yr -0.02% to 5.33%.¹
 - The Fed was unanimous in its vote to raise interest rates +0.25%.
- Commodities as an aggregate asset class were higher last week.
 - WTI Crude rose +0.25%.¹
 - Gold rose +0.68%.¹
 - The US Dollar index gained +1.11%.¹
- In our opinion, U.S. economic data was mixed last week.
 - Pending Home Sales ticked slightly higher.¹
 - Building Permits, Home Builder Optimism, & New Construction all dropped.¹
 - The Leading Economic Indicator Index moved lower last month.¹
- An index of equities outside the US (FTSE All-World ex-US) declined -1.55%.¹

¹ Source: Bloomberg –9/18/2026

Disclosures: The information provided in this paper is for general informational purposes only and should not be considered an individualized recommendation of any particular security, strategy or investment product, and should not be construed as investment, legal or tax advice. Sollinda Capital Management, LLC makes no warranties with regard to the information or results obtained by third parties and its use and disclaim any liability arising out of or reliance on the information. This information is subject to change and, although based on information that Sollinda Capital Management, LLC considers reliable, it is not guaranteed as to accuracy or completeness. Source information is obtained from independent financial data suppliers. For investment related terms definitions, please visit: www.investopedia.com Past performance is no guarantee of future results. Additional information about Sollinda and its Form ADV Part 2A are available on the SEC's website at www.adviserinfo.sec.gov Advisory services through Sollinda Capital Management, LLC

Conclusion

- US equity markets were mostly lower last week as large cap tech was one of the lone areas of strength.
 - The Nasdaq was the only positive major domestic index.¹
 - Market breadth deteriorated further beneath the surface.
 - The top 10 S&P 500 constituents now represent roughly 40% of the index.¹
 - Only 24.4% of the 1,500 largest U.S. companies are trading above their 200-day moving average.¹
 - Fewer than one-third of small caps remain above their 50-day moving average.¹
- S&P 500 sectors were mostly lower last week.
 - Technology continued its recent outperformance as it finished positive on the week.
 - A classic "news failure" could be occurring with Tech as it finished positive despite negative catalysts: a Fed rate hike, rising real rates, and public commentary from frontier AI labs discussing slowing rollout paces.
 - Strong underlying balance sheets, heavy multi-year capex roadmaps (approaching \$1T across hyperscalers), and deeply compressed multiples (Nvidia's forward P/E sitting near multi-year troughs¹) seemed to help establish the firm demand.
 - Classic cyclical sectors most sensitive to interest rates led to the downside.
- Investor sentiment reached possible extreme bearish exhaustion levels.
 - The AAI Sentiment Survey showed 53% bears against just 29% bulls—the highest level of retail pessimism and lowest bullishness in over a year.¹
 - Historically, this degree of broad pessimism against low hedge fund net leverage (near three-year lows per GS Prime) limits downside acceleration.
- US Treasury yields were mostly higher last week as the Fed hiked for the first time since '23.
 - According to Fed members forward expectations, 16 of 18 expect at least 1 more hike.
 - The 2 year Treasury rose the most while the 10 year closed above 5%.¹
 - The 30yr declined slightly but remains elevated.
 - Yields globally rose creating additional pressure on bonds.
- Treasury supply presents a potential near-term hurdle as the U.S. Treasury prepares to auction over \$700 billion in gross bill, note, and bond supply this week.
 - This is the 10th largest gross weekly slate on record.
 - A potential positive is that the fiscal impulse should slow through year-end and if so could moderate inflation pressures, but near-term digestion of the supply by the market is critical.
- Non-US equities were down last week as broad US Dollar strength weighed on the entire complex.
- From a near-term risk management perspective, here are some of the things we're watching:
 - Treasury Supply Absorption: How easily the market clears \$700B+ in new debt.
 - Semiconductor Defense: Whether semis maintain support as 20% of the S&P 500 Index.
 - Oil: If crude's retreat from \$100 relieves upward pressure on headline inflation.
 - Dollar Strength Follow-Through: Watching whether the USD holds its technical breakout above the 200-day moving average or triggers foreign FX intervention.

Justin Greenhill - Chief Investment Officer – justin@sollinda.com

Ryan A. Mummy, CFP® - CEO – ryan@sollinda.com

Phone: 844/662-1211

Disclosures: The information provided in this paper is for general informational purposes only and should not be considered an individualized recommendation of any particular security, strategy or investment product, and should not be construed as investment, legal or tax advice. Sollinda Capital Management, LLC makes no warranties with regard to the information or results obtained by third parties and its use and disclaim any liability arising out of or reliance on the information. This information is subject to change and, although based on information that Sollinda Capital Management, LLC considers reliable, it is not guaranteed as to accuracy or completeness. Source information is obtained from independent financial data suppliers. For investment related terms definitions, please visit: www.investopedia.com Past performance is no guarantee of future results. Additional information about Sollinda and its Form ADV Part 2A are available on the SEC's website at www.adviserinfo.sec.gov Advisory services through Sollinda Capital Management, LLC