OpenArc
CORPORATE ADVISORY

Weekly Market Brief

SUMMARY

Markets were mixed this week. The S&P 500 edged up to 6,899.12, while the Dow Jones gained to 48,696.55. The Nasdaq slipped to 23,555.24. Treasury yields held steady at 4.14% as of December 11. Sector performance was uneven, with Financials, Materials, and Industrials leading the way, while Utilities, Real Estate, and Communication Services lagged. Semiconductors rose, and Technology also posted gains. In corporate news, Oracle shares fell sharply after disappointing revenue results, Disney announced a major investment in OpenAI, and Paramount disclosed plans for a hostile takeover of Warner Bros. Commodities were mixed, with oil continuing its retreat, silver hitting a record high, and Bitcoin posting a small weekly gain.

NOTABLE MARKET EVENTS

Macroeconomic Data: The week was full of economic data releases after a lull due to the government shutdown. For September, small business optimism rose slightly more than expected, JOLTS job openings exceeded expectations for both September and October, initial jobless claims spiked unexpectedly through December 6th, and wholesale trade data slightly missed expectations. This data seemingly supports the Fed's decision this past Wednesday.

Economic Policy: The Federal Reserve has lowered the Fed Funds Rate by 25 basis points, setting the new range at 3.50% to 3.75%. This is the third rate reduction this year, totaling a -175bp decrease since the easing cycle began in September 2024. While the Fed reports that economic activity continues to grow moderately, job growth has slowed over the year. Beginning December 12th, the Fed will restart purchases of $40 billion in Treasuries to support market liquidity, following its decision in October to conclude the quantitative tightening (QT) cycle. Current market expectations indicate a 75% probability that rates will remain unchanged at the January meeting, with two additional cuts anticipated by the end of 2026.

Business: Oracle (NYSE: ORCL) shares fell sharply after Wednesday's market close, following disappointing adjusted revenue results and ongoing concerns about cash flow due to the company's continued commitment to high capital expenditures. On Thursday, Walt Disney (NYSE: DIS) revealed a $1 billion equity investment in OpenAI and announced that OpenAI will be permitted to use characters from Disney's Star Wars, Pixar, and Marvel franchises in its Sora AI video and image generator. Meanwhile, Paramount disclosed plans for a hostile takeover of Warner Bros. (NYSE: WBD) at $30 per share, a move prompted by backlash from the Trump Administration regarding Netflix's attempted acquisition of Warner Bros.

Markets: Treasuries were largely unchanged after the Fed meeting, oil continued its retreat, silver hit a fresh record, and Bitcoin squeezed out a small gain on the week.

ETF	Description	1 Week	YTD
XLY	Cons Disc	+0.21%	+6.96%
XLP	Cons Stap	+0.39%	+0.20%
XLE	Energy	+0.02%	+7.24%
XLF	Financials	+2.26%	+13.58%
XLV	Health Care	+0.05%	+11.46%
XLI	Industrials	+2.01%	+19.67%
XLB	Materials	+2.37%	+7.29%
XLRE	Real Estate	-0.49%	+0.29%
XLK	Technology	+0.76%	+27.06%
XLC	Comm Services	-0.42%	+20.48%
XLU	Utilities	-0.73%	+13.58%
SMH	Semis	+1.49%	+52.73%

10-YEAR TREASURY YEILD

Current Rate: 4.14% (as of 12.11.25)

Week-to-Date Movement: +0bps (from 4.14% on 12.5.25)

MAJOR U.S. EQUITY INDICIES PERFORMANCE

S&P 500: 6,870.40 → 6,899.12 (**+0.42%** WTD)

Dow Jones Industrial Avg: 47,954.99 → 48,696.55 (**+1.55%** WTD)

Nasdaq Composite: 23,578.13 → 23,555.24 (**-0.10%** WTD)

All performance figures and market events are sourced from Bloomberg as of market close 12/11/2025.

DISCLOSURES

OpenArc Corporate Advisory, LLC, ("OpenArc") is a registered investment adviser with the Securities and Exchange Commission. This material is presented for informational purposes only and should not be construed as an attempt to sell or solicit any products or services of OpenArc nor should it be construed as legal, accounting, tax or other professional advice. Past performance of model performance shown is no guarantee of future results. The model portfolio performance does not reflect actual trading or any advisory, management, or transaction fees, all of which could result in substantially lower results. This does not reflect the impact that material economic and market factors may have had on decision making. You cannot invest directly in an index.

This investment strategy is based on a model portfolio developed by Dynasty Wealth Management, LLC ("Model provider"), a registered investment adviser with the Securities and Exchange Commission. OpenArc retains full discretion over the implementation, customization, and management of client accounts using this model. The Model provider does not manage client accounts, does not provide individualized investment advice, and is not responsible for investment decisions, performance outcomes, or suitability determinations. The Model provider receives compensation from the underlying investments. Outsourcing costs range from 2 – 4 bps (program fee) and can be discounted based on assets under management. Outsourcing includes investment management, trading, billing, and communications. This fee will be absorbed by OpenArc.

Performance data does not reflect the deduction of advisory fees or any other expenses clients may incur in the management of their advisory account, which will result in a reduction of client's returns. It is the responsibility of OpenArc to disclose the advisory fees charged and how it affects the returns shown in this document. Additionally, the effect of income taxes is not shown. The performance reflects reinvestment of dividends and interest, as applicable.

This material does not take into consideration an investor's specific investment objectives or risk tolerance. Performance analysis is based on information provided by Morningstar, or other third parties. The information contained in this presentation has been gathered from sources we believe to be reliable, but we do not guarantee the accuracy or completeness of such information, and we assume no liability for damages resulting from or arising out of the use of such information.

Historical performance results for investment indices and/or product benchmarks have been provided for general comparison purposes only, and do not include the charges that might be incurred in an actual portfolio, such as transaction and/or custodial charges, investment management fees, or other fees applicable to the account, all of which could result in substantially lower results. It should not be assumed that your account holdings correspond directly to any comparative indices.

The information presented does not reflect the impact of taxes on non-qualified accounts. Any tax considerations do not constitute tax advice and are not intended to be used to avoid federal, state or local income tax, or related tax liability. We do not provide legal, accounting or tax advice. You are encouraged to discuss the tax and legal implications of any transactions contemplated with a professional legal, accounting or tax advisor.