Weekly Market Brief

NOTABLE MARKET EVENTS

Macroeconomic Data: October PPI rose +0.3% after an upwardly revised +1.4% surge in September, below the +0.4% economists expected. On an annual basis, producer prices rose +6.5%, the highest rate since November 2022, while core PPI rose +0.3% on the month and +5% from a year ago. Goods prices rose +0.5%, led by food and basic organic chemicals, while services rose +0.2% for a fifth straight monthly gain. October retail sales rose +0.2%, ahead of the +0.1% forecast but slowing from September's gas driven +0.8% gain, while sales excluding autos and gas rose +0.5%. Housing starts rose +9.9% to a 1.309 million annual rate, well above the 1.25 million forecast, led by a +25.5% surge in multifamily construction. However, pending home sales lagged, falling -4.7% in October.

Economic Policy: Fed officials kept a hawkish tone this week, though they split on the size of a December move. Governor Christopher Waller told CNBC on Wednesday that the Fed may need to "shock people" and reiterated his support for a half point hike at the December meeting. He argued that without clearer communication, markets won't know whether a quarter point hike in December will be followed by another in January. New York Fed President John Williams said Tuesday he saw no need to consider a move of that size. St. Louis Fed President Alberto Musalem said in a speech Tuesday that "the economy will likely require several interest rate increases before the spring of 2027" to bring inflation down. Markets have fully priced in one 25 bps rate hike at the December meeting.

Business: Strong earnings weren't enough to lift the broader market this week, with the S&P 500 on its longest losing streak since June. 1) Nvidia (NVDA) fell −2.9% on Wednesday, erasing premarket gains despite beating on revenue and guidance. Revenue of $115.8 billion topped the $109.1 billion estimate, and fourth quarter guidance of $130 billion came in ahead of the $125.1 billion consensus. The board chair also said Jensen Huang would not return as CEO. 2) AMD (AMD) fell nearly −8% on Thursday after Hunterbrook disclosed a short position and alleged regulatory and financial risks tied to the chipmaker's Chinese business relationships. AMD denied the allegations. 3) Palo Alto Networks (PANW) reported a record first quarter after Wednesday's close, with adjusted EPS of $1.05 on revenue of $3.44 billion, up 39% from a year ago, ahead of the $0.97 analysts expected. The company also announced a $4.5 billion bet on AI startup Applied Compute. 4) Retailers were a bright spot. TJX (TJX) rose +8% and Target (TGT) gained +4% after results that topped expectations, with Target posting its best sales growth in five years and raising its full year EPS outlook.

Markets: Commodities finished the week mostly lower. Spot gold and silver fell -6.8% and -12%, respectively. WTI Crude Oil fell -5.4% as traders weighed the risk of renewed US strike on Iran against signs of ample supply. Bitcoin fell over -9% as hawkish Fed commentary weighed on the cryptocurrency ecosystem. The dollar was the outlier, rising +0.50%.

SUMMARY

Equities sold off sharply this week, with the S&P 500 down −5.49%, the Nasdaq down −5.86%, and the Dow down −6.12%, as concerns around the AI trade persisted and strong earnings failed to stem the selling. October PPI rose +0.3%, below the +0.4% expected, though producer prices were up +6.5% from a year ago, the highest annual rate since November 2022. Retail sales rose +0.2%, ahead of expectations, and housing starts rose +9.9% on a surge in multifamily construction, while pending home sales fell −4.7%. Fed officials kept a hawkish tone. Governor Christopher Waller said the Fed may need to "shock people" with a half point hike in December, while New York Fed President John Williams saw no need for a move that size and St. Louis Fed President Alberto Musalem expects several hikes before spring 2027. Markets fully price a quarter point hike in December. Nvidia **(NVDA)** fell −2.9% on Wednesday despite beating on revenue and guidance, and AMD **(AMD)** fell nearly −8% on Thursday after a Hunterbrook short report questioned its China ties, which the company denied. Palo Alto Networks **(PANW)** posted a record first quarter and announced a $4.5 billion bet on AI startup Applied Compute, while TJX **(TJX)** rose +8% and Target **(TGT)** gained +4% on better than expected results. Gold (−6.8%), silver (−12%), Bitcoin (−9%), and WTI crude (−5.4%) all fell, with oil pressured by signs of ample supply. The 10 year yield fell 8 bps to 5.05% and the dollar rose +0.50%.

ETF	Description	1 Week	YTD
XLY	Cons Disc	-3.80%	-2.96%
XLP	Cons Stap	-1.32%	+15.68%
XLE	Energy	-5.35%	+36.19%
XLF	Financials	-4.52%	+1.48%
XLV	Health Care	-5.52%	+14.64%
XLI	Industrials	-4.77%	+4.02%
XLB	Materials	-5.58%	+8.97%
XLRE	Real Estate	-3.34%	+6.27%
XLK	Technology	-7.53%	+11.61%
XLC	Comm Services	-4.46%	-12.71%
XLU	Utilities	-1.83%	+0.75%
SMH	Semis	-10.81%	+24.26%

10-YEAR TREASURY YIELD

Current Rate: 5.05% (as of November 19, 2026)
Week-to-Date Movement: -8bps (from 5.13% on November 12, 2026)

MAJOR U.S. EQUITY INDICES PERFORMANCE

S&P 500: 7,592.40 → 7,175.83 (-5.49% WTD)
Dow Jones Industrial Avg: 52,297.09 → 49,097.06 (-6.12% WTD)
Nasdaq Composite: 25,366.09 → 23,879.20 (-5.86% WTD)

All performance figures and market events are sourced from Bloomberg as of market close 11/19/26 using the prior Friday's market open as the start date.

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 custodian 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.