

the



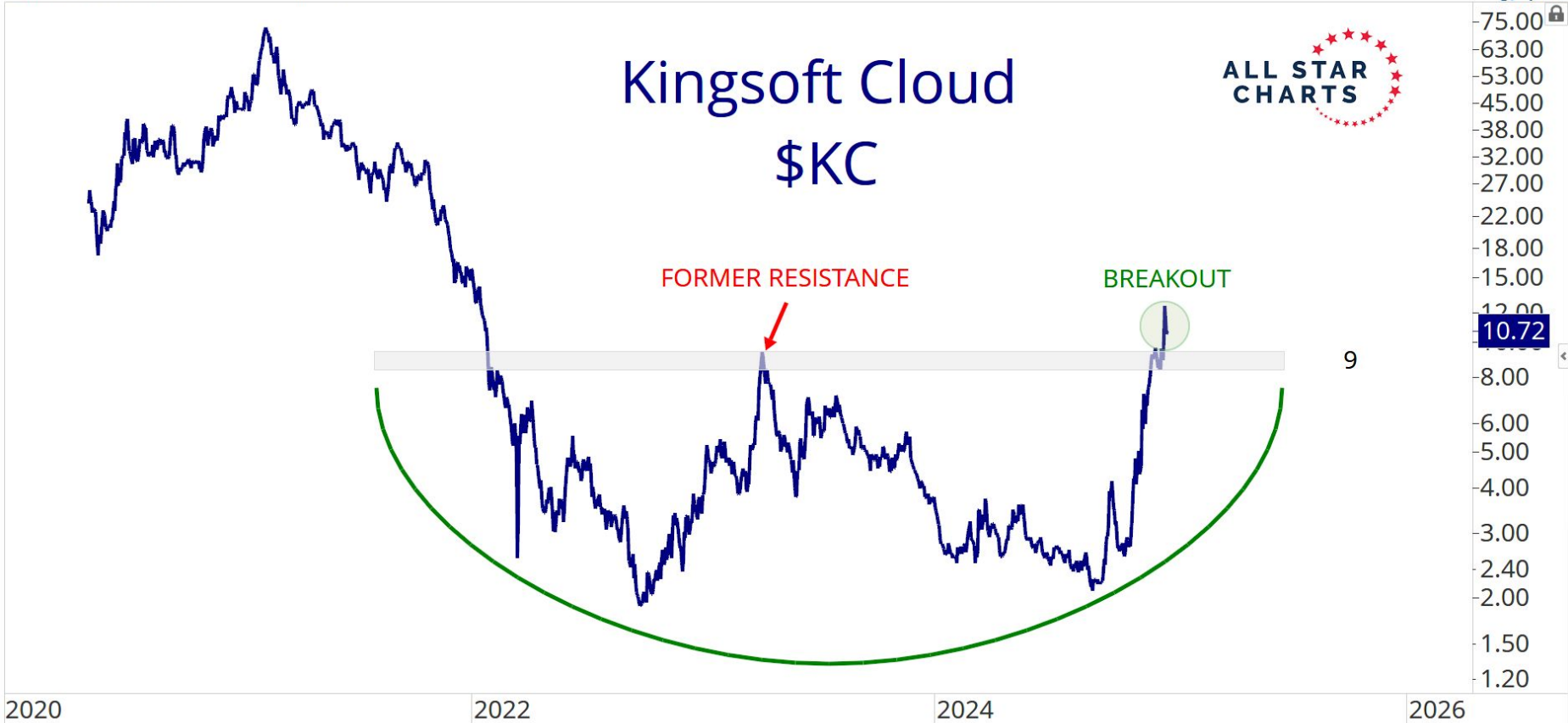
# MORNING

SHOW

Slides for January 6, 2025



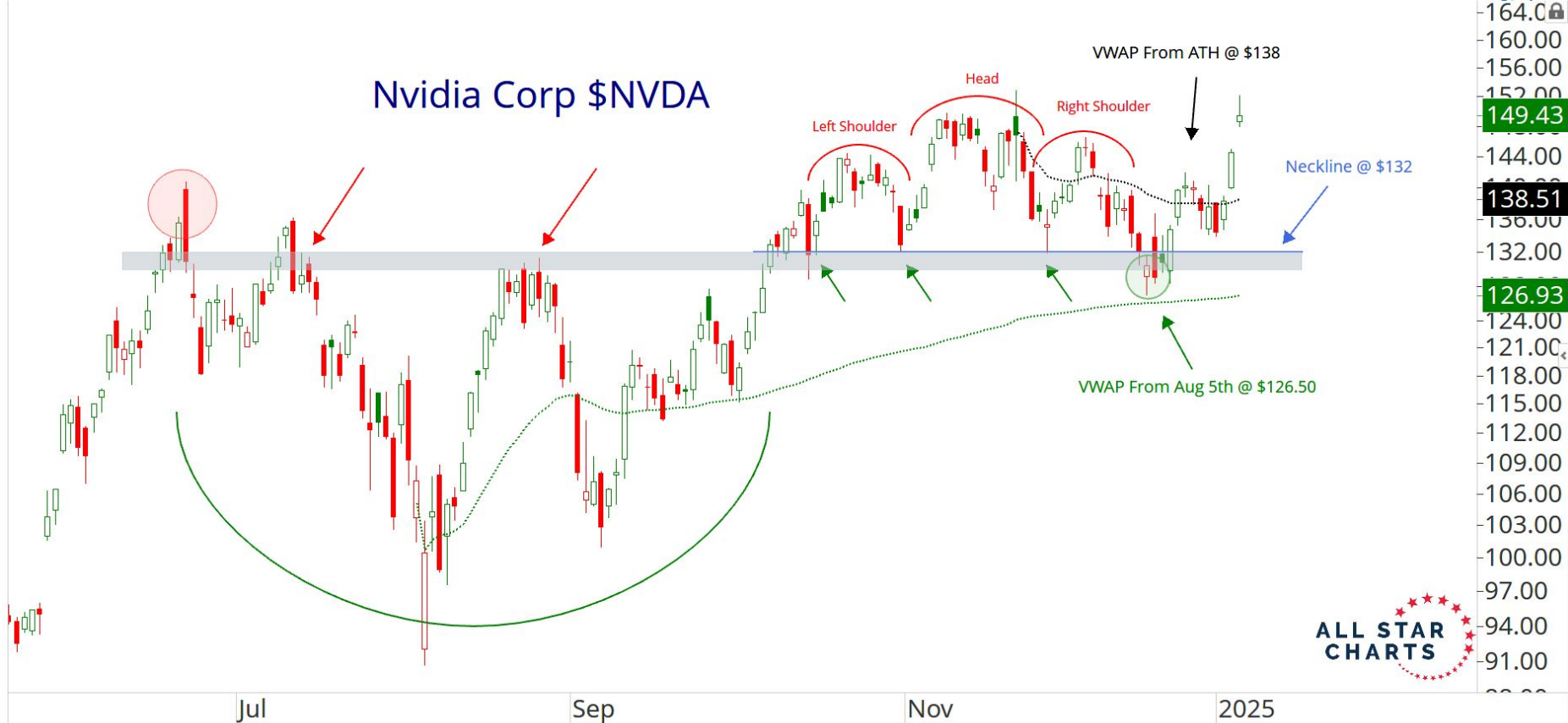
# Kingsoft Cloud \$KC



3rd Jan 2025

9

# Nvidia Corp \$NVDA



164.00
160.00
156.00
152.00
149.43
144.00
138.51
136.00
132.00
126.93
124.00
121.00
118.00
115.00
109.00
106.00
103.00
100.00
97.00
94.00
91.00
88.00

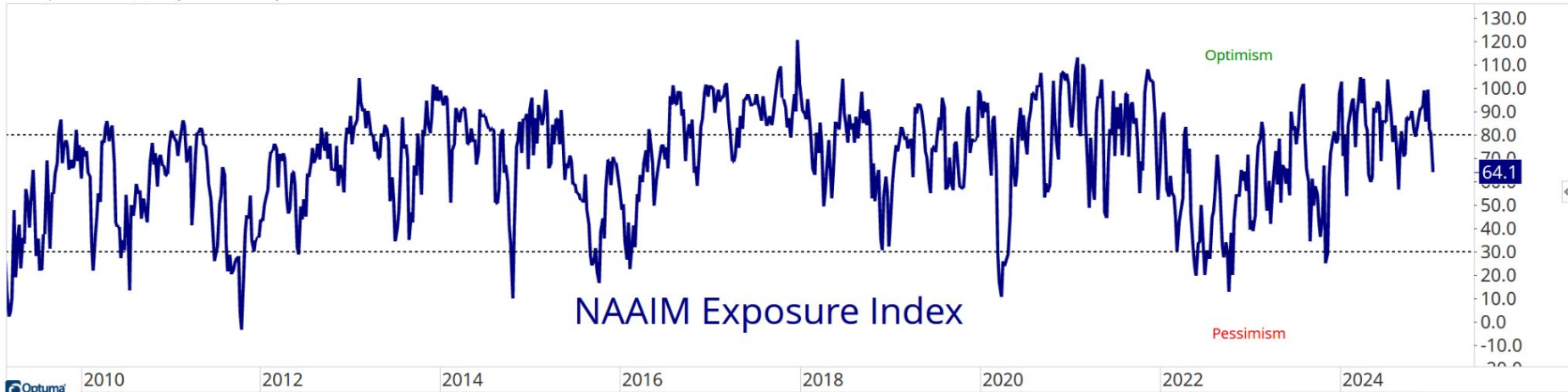
# Nvidia NVDA



# Semiconductors vs S&P500 SMH / SPY



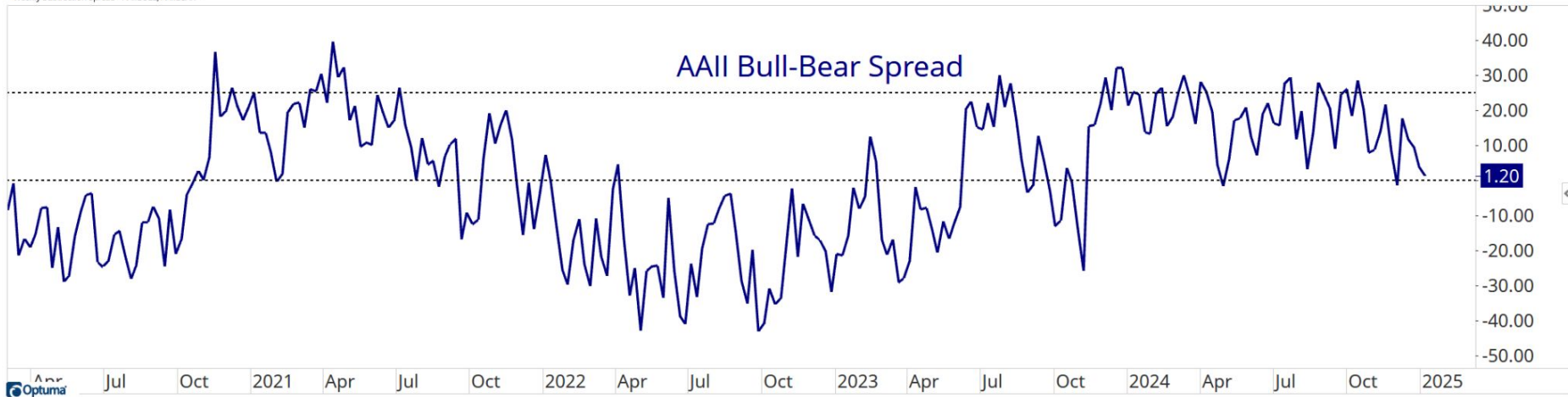
# S&P 500



# S&P 500

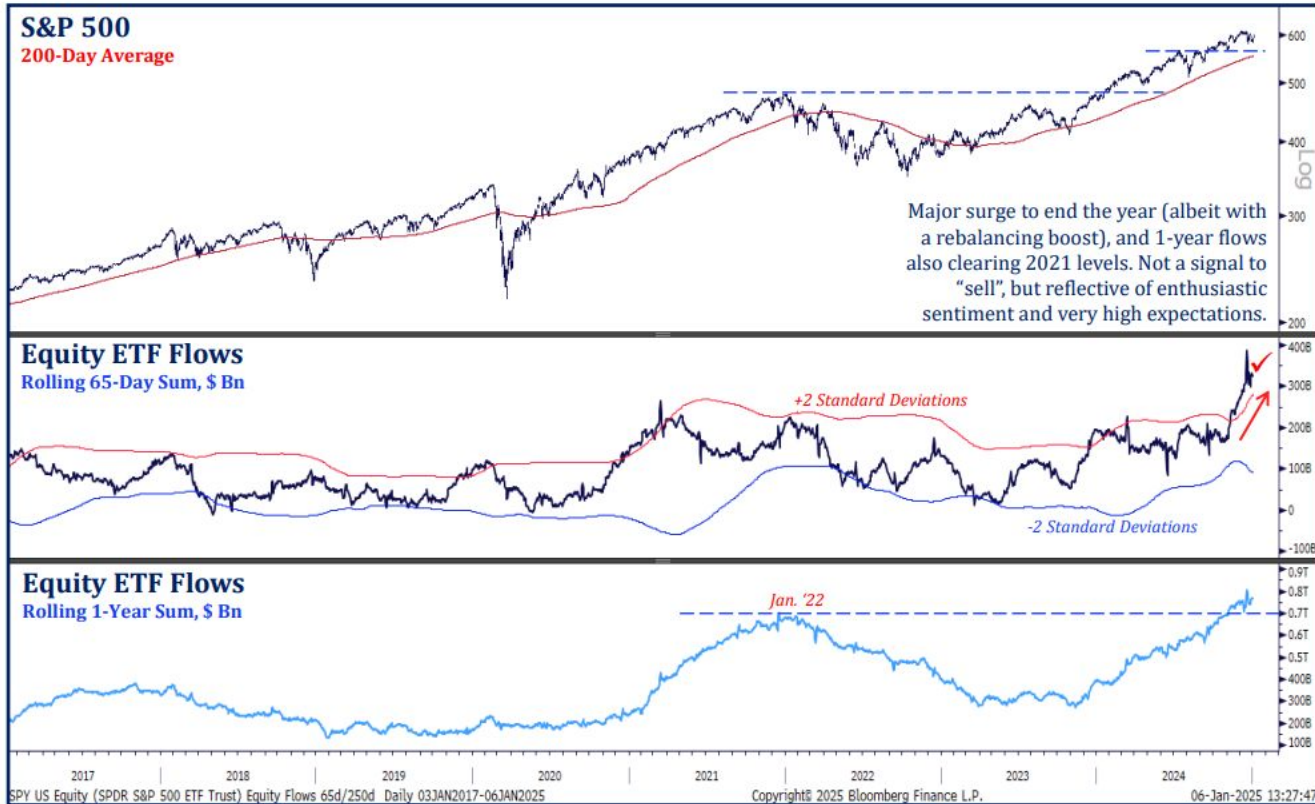


Weekly Subtraction Spread - AAIIBULL, AAIIBEAR +

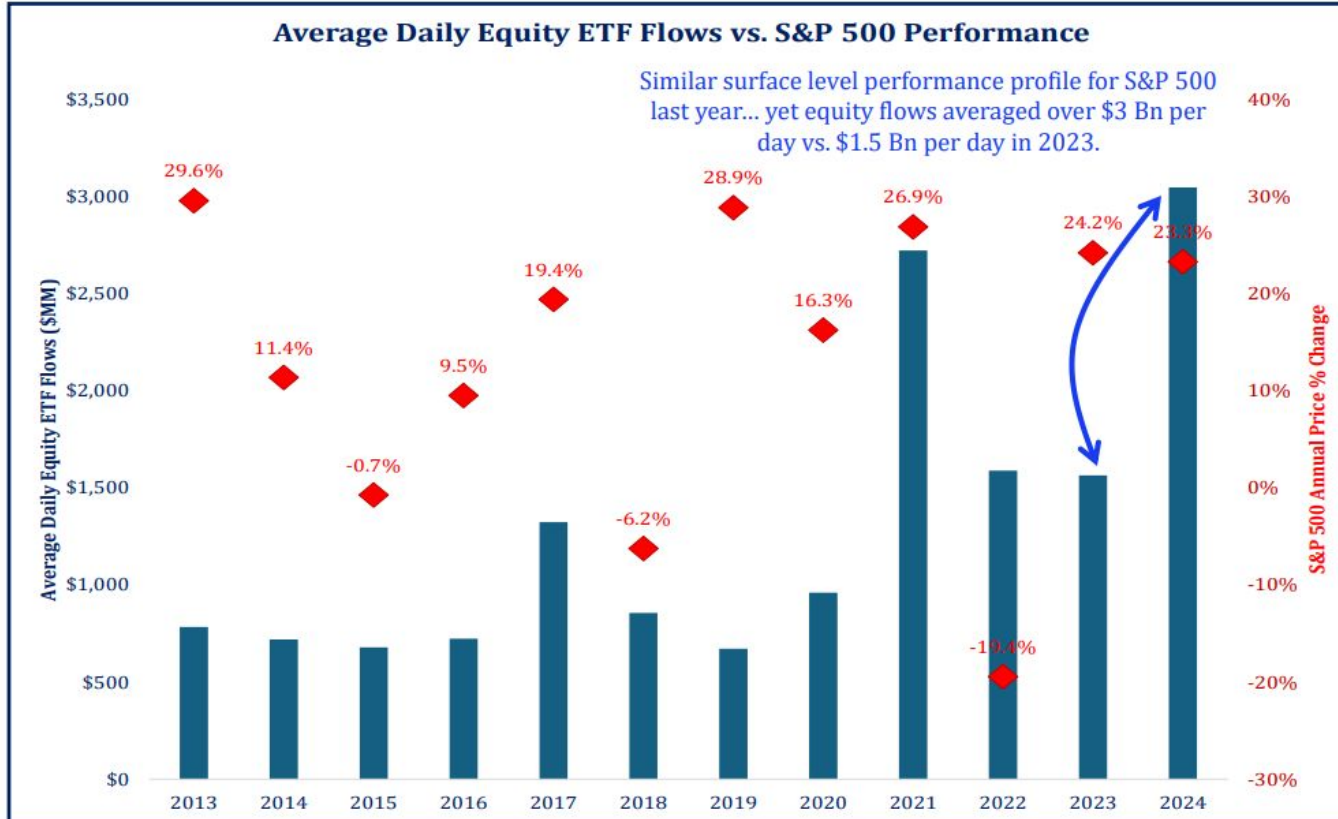




### NEW YEAR, SAME ENTHUSIASTIC FLOWS...



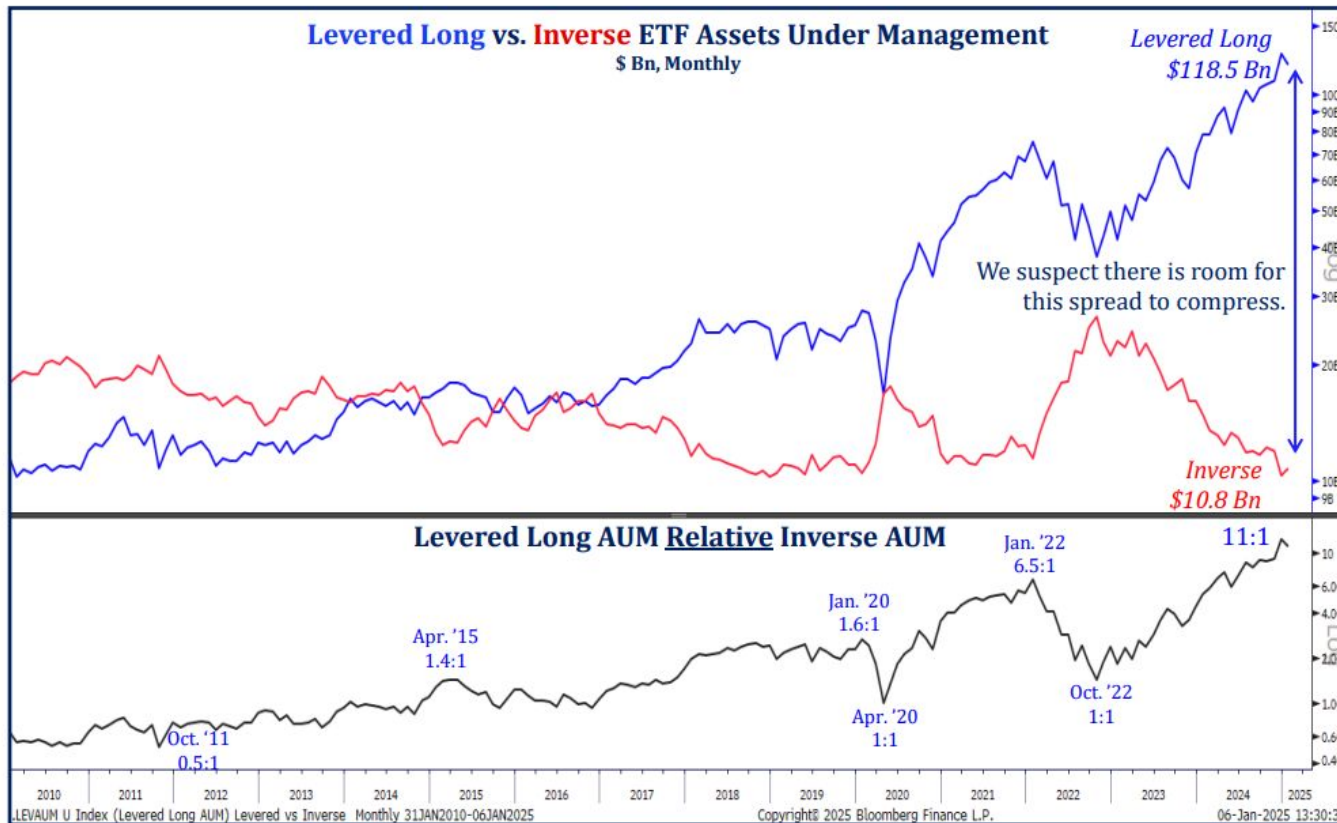
### ...ANOTHER WAY TO THINK ABOUT FLOWS...



Source: Strategas, Bloomberg, 1/6/25



### MODEST COMPRESSION IN LEVERED AUM RATIO





## SINGLE STOCK USAGE RATE CONTINUES TO CLIMB



Source: Strategas, Bloomberg 1/6/25

## WELCOME TO “THE CAPPENING” PHASE... NEW FILING FROM LAST FRIDAY

**Principal Investment Strategies**

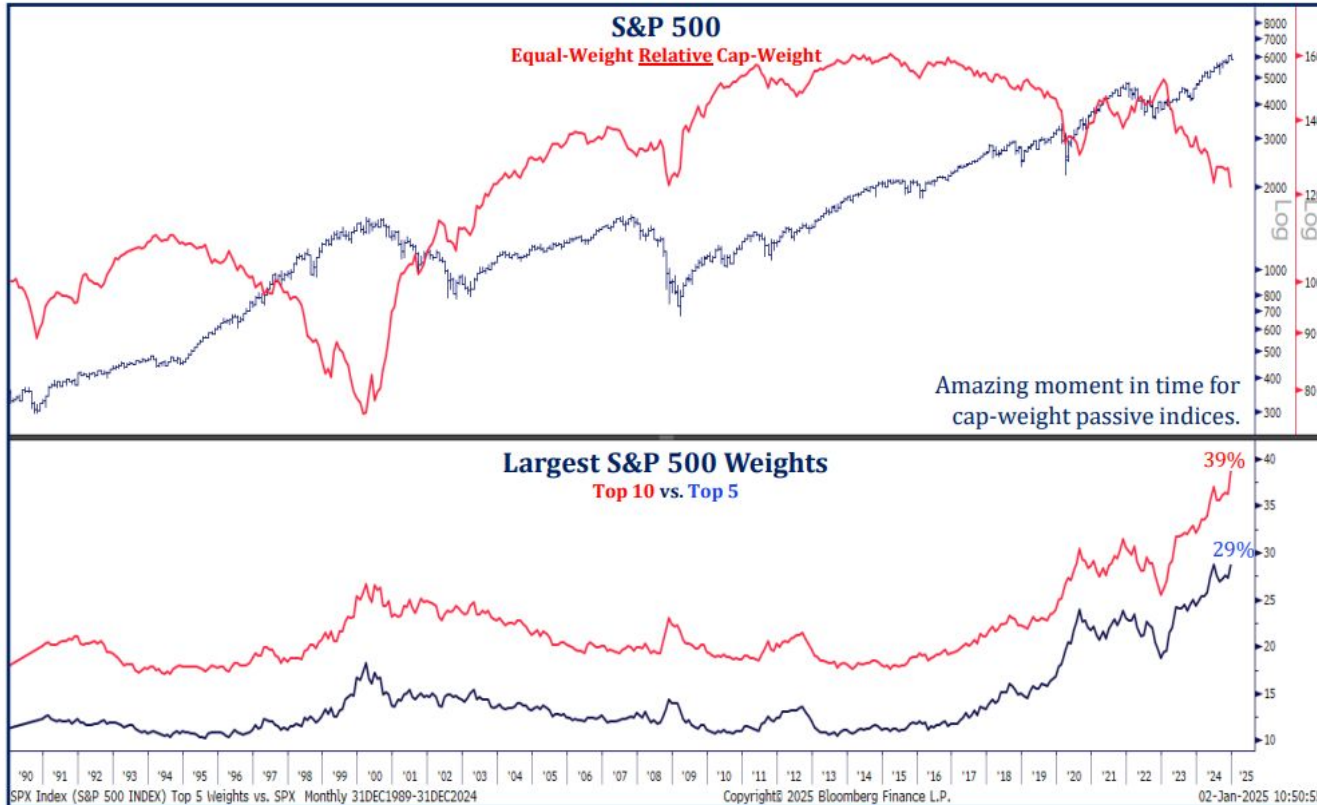
“The Fund seeks to track the investment results of the S&P 500 3% Capped Index (the “Underlying Index”), which is based on a float-adjusted market capitalization-weighted parent index, the S&P 500 (the “Parent Index”).

The Parent Index is designed to measure the performance of the large-capitalization segment of the U.S. equity market, as determined by the S&P Dow Jones Indices LLC (the “Index Provider or “SPDJI”). **The Underlying Index seeks to measure the performance of companies in the Parent Index, subject to a 3% issuer weight cap. At each quarterly rebalance, companies with a weight greater than 3% will be capped at 3% and the excess weight will be proportionally redistributed across all uncapped companies.** This is repeated iteratively until no company in the Underlying Index breaches the 3% cap.”

*For what it’s worth, this ETF does exist in Canada (ticker XUSC CN).*



### WHAT'S THE CEILING ON THIS NUMBER IN 2025?



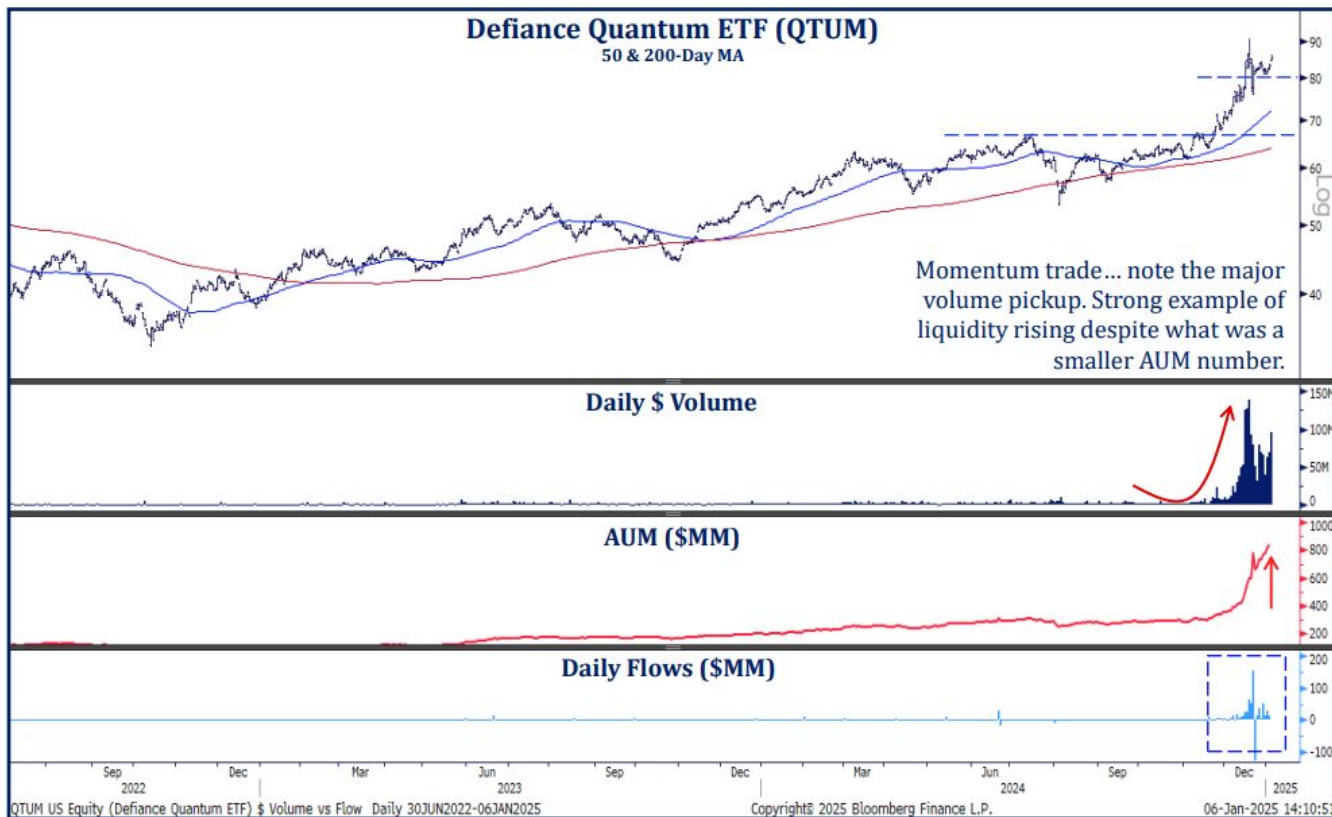
## HERE'S THE HISTORICAL BREAKDOWN

Year-End Largest S&P 500 Weights												
1980			1985			1990			1995		2000	
1	Int'l Bus. Machines	4.3%	Int'l Bus. Machines	6.4%	Intl Bus. Machines	2.9%	Genl Electric	2.6%	Genl Electric	4.1%		
2	American Tel & Tel	3.8%	Exxon Corp	2.7%	Exxon Corp	2.9%	AT&T Corp	2.2%	Exxon Mobil	2.6%		
3	Exxon Corp	3.8%	General Electric	2.2%	General Electric	2.3%	Exxon Corp	2.2%	Pfizer, Inc	2.5%		
4	Stand'd Oil,Indiana	2.5%	American Tel & Tel	1.8%	Philip Morris Cos	2.2%	Coca-Cola Co	2.0%	Citigroup Inc	2.5%		
5	Schlumberger, Ltd	2.4%	General Motors	1.5%	Royal Dutch Petrol	1.9%	Merck & Co	1.8%	Cisco Systems	2.4%		
6	Shell Oil	1.9%	Royal Dutch Petrol	1.1%	Bristol-Myers Squibb	1.6%	Royal Dutch Petrol	1.7%	Wal-Mart Stores	2.0%		
7	Mobil Corp	1.9%	duPont(EI)deNemours	1.1%	Merck & Co	1.6%	Philip Morris Cos	1.6%	Microsoft Corp	2.0%		
8	Standard Oil of Cal	1.8%	Amoco Corp	1.1%	Wal-Mart Stores	1.6%	Procter & Gamble	1.2%	Amer Intl Group	2.0%		
9	Atlantic Richfield	1.6%	BellSouth Corp	1.0%	American Tel & Tel	1.5%	Johnson & Johnson	1.2%	Merck & Co	1.8%		
10	General Electric	1.5%	Sears, Roebuck	0.9%	Coca-Cola Co	1.4%	Microsoft Corp	1.1%	Intel Corp	1.7%		
<b>Top 5 Sum</b>		<b>16.8%</b>	<b>14.5%</b>		<b>12.3%</b>		<b>10.9%</b>		<b>14.0%</b>			
<b>Top 10 Sum</b>		<b>25.5%</b>	<b>19.8%</b>		<b>20.0%</b>		<b>17.7%</b>		<b>23.5%</b>			
2005			2010			2015			2020		2024	
1	Genl Electric	3.2%	Exxon Mobil	3.1%	Apple Inc	3.0%	Apple Inc	6.7%	Apple Inc	7.6%		
2	Exxon Mobil	3.0%	Apple Inc	2.5%	Alphabet Inc	2.8%	Microsoft Corp	5.3%	NVIDIA Corp	6.6%		
3	Microsoft Corp	2.4%	Microsoft Corp	2.0%	Microsoft Corp	2.3%	Amazon.com Inc	4.4%	Microsoft Corp	6.3%		
4	Citigroup Inc	2.1%	Berkshire Hathaway	1.7%	Berkshire Hathaway	1.7%	Alphabet Inc	3.3%	Amazon.com Inc	4.1%		
5	Procter & Gamble	1.7%	Genl Electric	1.6%	Exxon Mobil	1.7%	Facebook	2.1%	Alphabet Inc	4.0%		
6	Wal-Mart Stores	1.7%	Wal-Mart Stores	1.6%	Amazon.com Inc	1.6%	Tesla Inc	1.7%	Meta Platforms Inc	2.6%		
7	Bank of America	1.6%	Google Inc	1.6%	Genl Electric	1.6%	Berkshire Hathaway	1.4%	Tesla Inc	2.3%		
8	Johnson & Johnson	1.6%	Chevron Corp	1.5%	Facebook Inc	1.5%	Johnson & Johnson	1.3%	Broadcom Inc	2.2%		
9	Amer Intl Group	1.5%	Intl Bus. Machines	1.5%	Johnson & Johnson	1.5%	JPMorgan Chase & Co	1.2%	Berkshire Hathaway Inc	1.7%		
10	Pfizer, Inc	1.5%	Procter & Gamble	1.5%	Wells Fargo	1.4%	Visa Inc	1.2%	JPMorgan Chase & Co	1.4%		
<b>Top 5 Sum</b>		<b>12.5%</b>	<b>10.8%</b>		<b>11.4%</b>		<b>21.8%</b>		<b>28.7%</b>			
<b>Top 10 Sum</b>		<b>20.4%</b>	<b>18.6%</b>		<b>19.1%</b>		<b>28.6%</b>		<b>38.7%</b>			

Source: Strategas, Bloomberg, 12/31/24

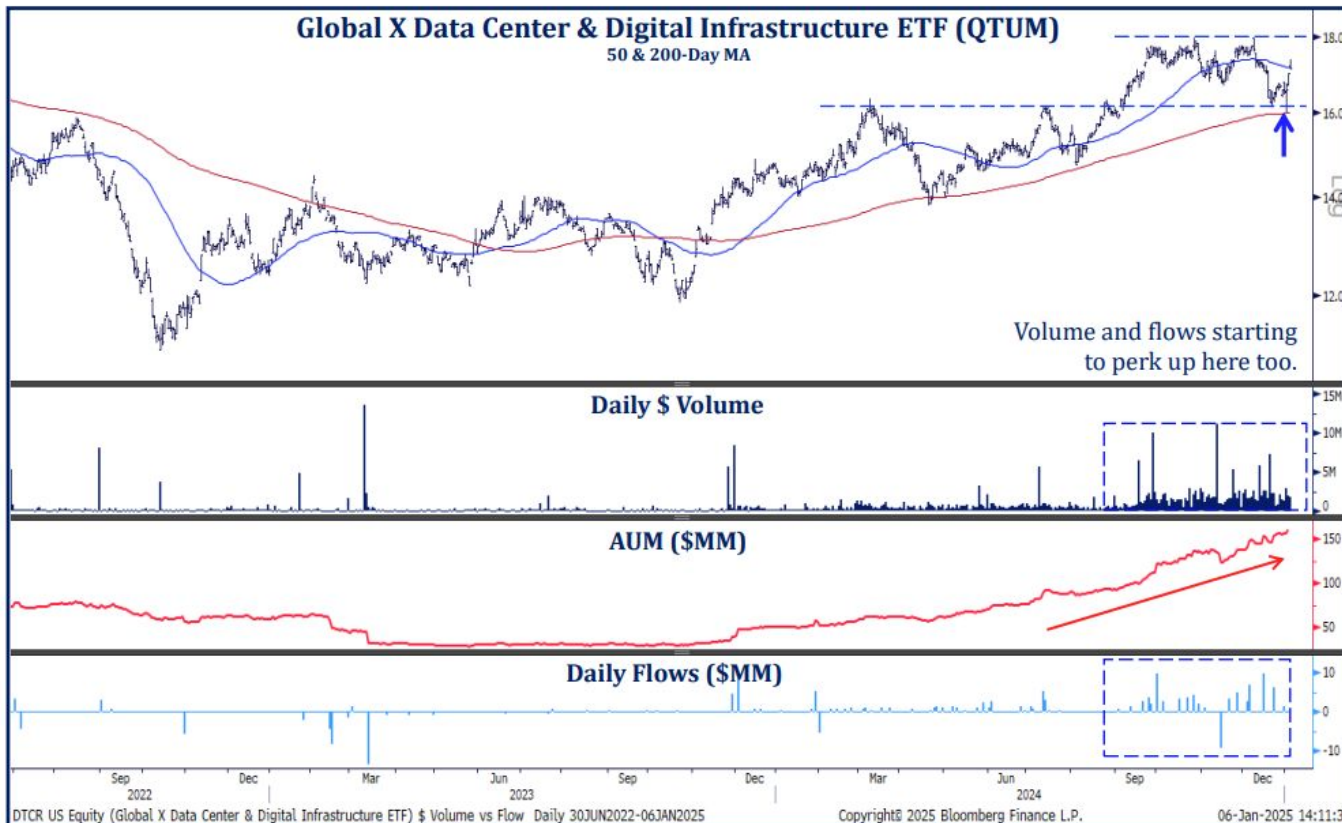


### NEXT A.I. ETF FOCUS: QUANTUM...



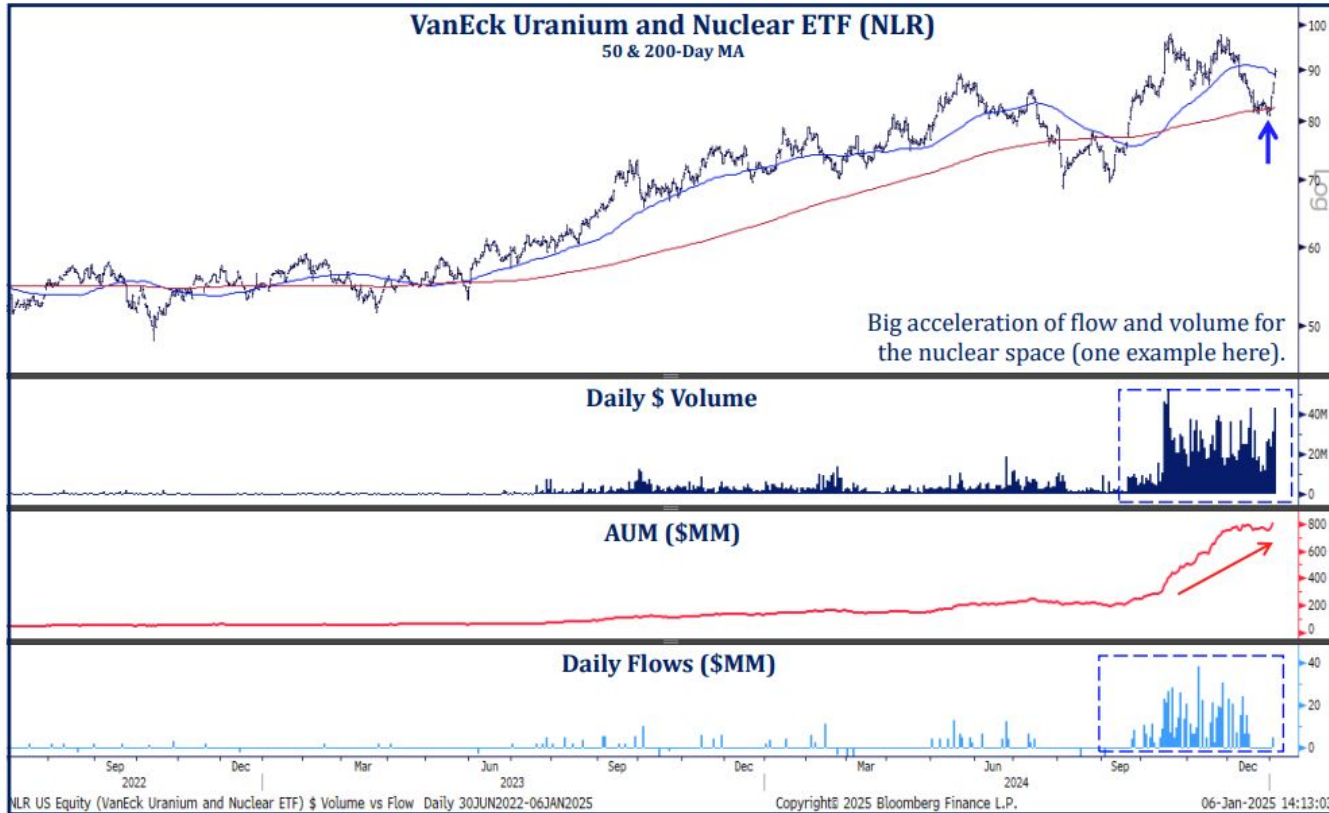


...WHICH JOINS GROWING DEMAND FOR DATA INFRASTRUCTURE...





### ...AND NUCLEAR





## ALMOST NEW 100 ETFs LAUNCHED IN DECEMBER... A FEW HIGHLIGHTS

Notable Dec. '24 ETF Launches From Active Managers					
Ticker	Name	Issuer	Ticker	Name	Issuer
AFIX	Allspring Broad Market Core Bond ETF	Allspring	FARX	Frontier Asset Absolute Return ETF	Frontier
AINP	Allspring Income Plus ETF	Allspring	CORO	iShares International Country Rotation Active ETF	iShares
APLU	Allspring Core Plus ETF	Allspring	MFSV	MFS Active Value ETF	MFS
BOXA	Alpha Architect Aggregate Bond ETF	Alpha Architect	MFSG	MFS Active Growth ETF	MFS
BGDV	Bahl & Gaynor Dividend ETF	Bahl & Gaynor	MFSI	MFS Active International ETF	MFS
SCDV	Bahl & Gaynor Small Cap Dividend ETF	Bahl & Gaynor	MFSB	MFS Active Core Plus Bond ETF	MFS
TAX	Cambria Tax Aware ETF	Cambria	MFSM	MFS Active Intermediate Muni Bond ETF	MFS
FEGE	First Eagle Global Equity ETF	First Eagle	MSLC	Morgan Stanley Pathway Large Cap Equity ETF	Morgan Stanley
FEOE	First Eagle Overseas Equity ETF	First Eagle	MSSM	Morgan Stanley Pathway Small-Mid Cap Equity ETF	Morgan Stanley
FLCE	Frontier Asset US Large Cap Equity ETF	Frontier	NBGX	Neuberger Berman Growth ETF	Neuberger Berman
FINT	Frontier Asset Total International Equity ETF	Frontier	PRVS	Parnassus Value Select ETF	Parnassus Investments
FGSM	Frontier Asset Global Small Cap Equity ETF	Frontier	PRCS	Parnassus Core Select ETF	Parnassus Investments
FOPC	Frontier Asset Opportunistic Credit ETF	Frontier	COPY	Tweedy Browne Insider + Value ETF	Tweedy Browne
FCBD	Frontier Asset Core Bond ETF	Frontier	AIS	VistaShares Artificial Intelligence Supercycle ETF	VistaShares

The active wave continues, with more legacy managers entering the space...

Dec. '24 Single Asset Leveraged ETF Launches					
Ticker	Name	Issuer	Ticker	Name	Issuer
BRKD	Direxion Daily BRKB Bear 1X Shares	Direxion	NVDG	Leverage Shares 2X Long NVDA Daily ETF	Leverage Shares
BRKU	Direxion Daily BRKB Bull 2X Shares	Direxion	TSLG	Leverage Shares 2x Long TSLA Daily ETF	Leverage Shares
PLTU	Direxion Daily PLTR Bull 2X Shares	Direxion	CXRN	Teucrium 2x Daily Corn ETF	Teucrium
PLTD	Direxion Daily PLTR Bear 1X Shares	Direxion	WXET	Teucrium 2x Daily Wheat ETF	Teucrium
SMCL	Graniteshares 2x Long Smci Daily ETF	GraniteShares	CORX	2x Corn ETF	Volatility Shares
NVOX	Defiance Daily Target 2X Long NVO ETF	Defiance	WHTX	2x Wheat ETF	Volatility Shares

...the other wave is adding leverage to any single asset out there (stocks, commodities, etc.).

Source: Strategas, Bloomberg, 1/3/25