



WISCO
Investment Management

Third Quarter 2026

DEAR CLIENTS & FRIENDS;

The third quarter of 2026 produced mixed results for investors. Domestic equities edged higher and international equities were roughly flat, while fixed income declined as interest rates rose. Commodities posted strong gains.

United States equities increased 1%, while international equities were down 1%. Strong corporate earnings, led by continued spending on artificial intelligence (AI) infrastructure, supported large-cap U.S. stocks, but small-cap stocks fell sharply. Overseas, solid economic growth was offset by unstable oil markets and rising interest rates.

The U.S. Aggregate Bond Index was down 3% in the third quarter. The Federal Reserve raised its target rate by 0.25% in September, its first increase since 2023, and its projections now point to one more increase in 2026 and no cuts in 2027. Higher oil prices kept inflation elevated, and the 10-year Treasury yield rose above 5.3% for the first time since 2002. As of quarter end, short-term investments like CDs, Treasury Bills, and money markets have yields in the 3.5% to 4.5% range.

After a decline in the second quarter, the Bloomberg Commodity Index increased 18% in the third quarter. WTI crude was up 36%, corn up 21%, wheat up 16%, soybeans up 16%, gold up 3%, and silver up 2%. Oil prices climbed as the conflict with Iran continued to disrupt shipping through the Strait of Hormuz.

We now offer a Trusted Contact Authorization form. A trusted contact is someone you authorize us to contact in limited circumstances, such as if we are unable to reach you or have concerns about activity in your account. A trusted contact cannot make transactions or decisions on your account. We have included a Trusted Contact Authorization form in this quarter's Client Report. Feel free to fill it out and return it to us.

As year-end approaches, we are available to meet about the positioning of your portfolio, your targeted risk level, or any other life changes that may be relevant to how your portfolio is invested. Also, given the growth in the markets this year, we will be sensitive to realizing capital gains for the remainder of the year. We will be in touch about any significant tax implications for your portfolios later this year.

At Wisco, we believe our approach of designing well-diversified, low-cost investment portfolios is the best way to produce favorable results over time. We would like to thank you for providing us with the opportunity to work with you as your investment advisor. We appreciate your business!

Sincerely,

The Wisco Team



Third Quarter 2026

Wisco Investment Management

Wisco-managed portfolios are constructed using five asset classes; Domestic Equity, International Equity, Domestic Fixed Income, Alternative Investments and Prime Money Funds. Our current asset class allocations are as follows:

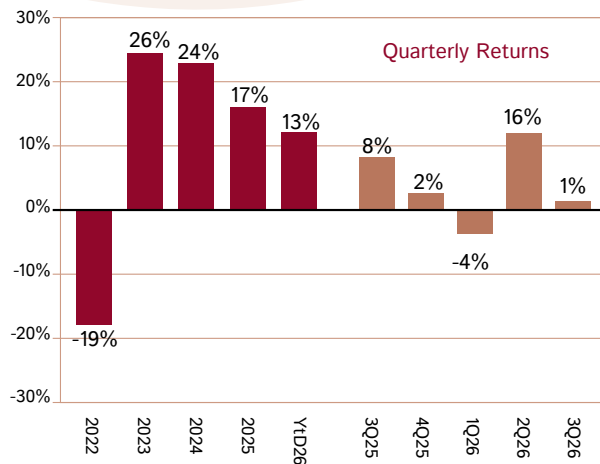
WISCO MANAGED PORTFOLIOS

as of July 2026 rebalancing	Conservative	Balanced	Balanced Growth	Growth	Aggressive
Domestic Equity	26%	35%	44%	53%	62%
International Equity	7%	11%	15%	19%	23%
Domestic Fixed Income	52%	41%	30%	19%	7%
Alternative Investments	7%	7%	7%	7%	7%
Prime Money Fund	8%	6%	4%	2%	1%
Total	100%	100%	100%	100%	100%
Target Volatility*	6%	8%	10%	12%	15%

*Target Volatility is our estimate for the annual standard deviation of portfolio returns.
Source: Wisco Investment Management LLC

Third Quarter 2026 Market Review

DOMESTIC EQUITY



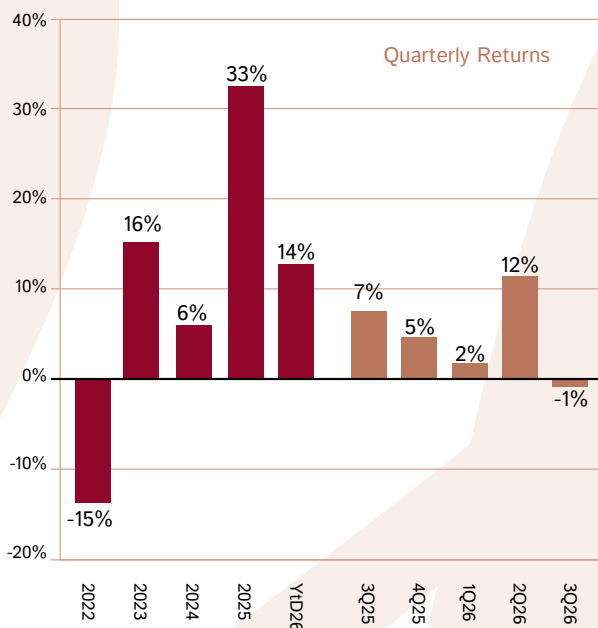
Source: Dow Jones U.S. Broad Stock Market Index and Wisco.

The stock market increased 1% in the third quarter. Large-cap stocks (up 2%) outperformed small-cap stocks (down 9%), while high-yield dividend stocks were up 3% in the quarter. The S&P 500 reached an all-time high on August 13 at 7817, but then higher oil prices and rising interest rates started to weigh on performance; the S&P 500 closed the quarter at 7652. Earnings growth remained strong in 2Q26, with earnings up 52% when compared with 2Q25. The Energy sector grew fastest (up

146%), followed by Communication Services (up 117%), Consumer Discretionary (up 93%) and Technology (up 76%) only Health Care experienced declining earnings (down 6%). Increased spending on AI and higher oil prices drove earnings higher. The S&P 500 currently trades at 20x forward earnings. The United States 2Q26 GDP increased 2.2%. Strong consumer spending, higher business investment, and more exports helped GDP accelerate in the quarter. Going forward, analysts are forecasting S&P 500 earnings growth of 32% in 2026 and 16% in 2027. While that is a high bar, AI spending should drive revenue growth, and productivity improvements could expand corporate margins.

Strong corporate earnings growth was largely offset by higher oil prices and inflation concerns driving up interest rates. The market's P/E is higher than its long-term average; however, this may be justified if we are still in the early stages of the AI buildout, which could lead to an extended period of solid earnings growth. We are maintaining a domestic equity allocation in all our portfolios and favor large-cap dividend-paying stocks over small-cap growth companies.

INTERNATIONAL EQUITY

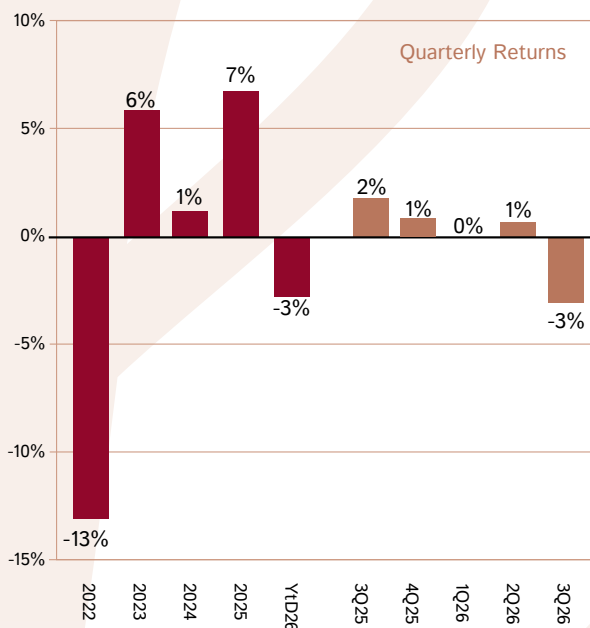


Source: MSCI ACWI ex USA and Wisco

International stocks declined 1% in the third quarter. The FTSE Developed Large Cap Index was down 1%, FTSE Small Cap Index was up 3%, and FTSE Emerging Market Index was up 1% in the quarter. In Europe, the STOXX Europe 600 decreased 2% in 3Q26. Greece (up 14%) and Austria (up 5%) were top performers, while Belgium (down 3%) and France (down 6%) lagged. In Asia, Hong Kong was strong (up 8%), however the other major markets struggled with Japan (-2%), China (-5%) and South Korea (-8%) all down. Among emerging markets, Turkey had a challenging quarter, down 13%. Most large economies had positive GDP in 2Q26, with China (up 4.3%), Britain (up 1.4%), the Euro zone (up 1.2%), Canada (up 1.1%) and Japan (up 0.9%) all posting solid results.

International stocks had a mixed quarter as solid economic growth was offset by high oil prices and rising interest rates. Going forward, global GDP growth is projected around 3.0% in 2026 and 2027. This solid growth, combined with international stocks' 34% P/E discount to domestic stocks, makes us bullish on international stocks. We hold international equities in all our client portfolios and prefer large-cap developed markets to small-cap emerging markets.

DOMESTIC FIXED INCOME



Source: Bloomberg U.S. Aggregate Bond Index and Wisco.

The Bloomberg U.S. Aggregate Bond Index was down 3% in 3Q26. Treasuries were down 3%, Short-Term Investment Grade were down 1%, Long-Term Investment Grade were down 8%, and High Yield were down 2%. The 10-year Treasury yield started the quarter at 4.4% and rose throughout the quarter before ending at 5.3%. This is the highest yield on the 10-year Treasury since May 2002. August's annual inflation (CPI) reading came in at 3.4%, above the Fed's 2% target. The August unemployment rate moved down slightly, coming in at a modest 4.1%. The Fed increased its target interest rate range by 0.25% to 3.75%-4.00%. The Fed now holds \$6.7T of assets down from its April 2022 peak of \$9.0T. The money supply (M2) is \$23.3T, up 5% over the last year.

The drawn-out conflict in Iran pushed oil prices higher. That, combined with ever increasing government debt and pesky inflation, resulted in the highest bond yields in 24 years. While it was a painful quarter for fixed income investors, the upshot is we now have the highest bond yields in a generation, which should be positive over the longer term. We continue to hold fixed income in all our client portfolios and prefer corporates to treasuries.

ALTERNATIVE INVESTMENTS

The Bloomberg Commodity Index increased 18% in the quarter. In agriculture, grain prices were up. Corn prices were up 21%¹, wheat prices were up 16%¹, and soybean prices were up 16%¹ in the quarter. Lower yield estimates and supply disruptions led to higher prices.

Precious metals were up in the quarter. Gold increased 3%² and silver prices increased 2%³ in 3Q26. The prospect that interest rates could remain higher for longer likely resulted in muted results in metal prices.

The WTI spot Crude Oil price increased 36%⁴ in the quarter and is up 68% year-to-date. The Iran conflict remained the main factor, as disruptions to shipping through the Strait of Hormuz pushed Brent crude above \$100 per barrel. Prices eased late in the quarter as Middle East exports recovered, and the U.S. announced a sale from its Strategic Petroleum Reserve.

Cryptocurrencies recovered in the quarter. Bitcoin increased 42%⁵ and Ethereum increased 69%⁶ this quarter. For the year, both Bitcoin and Ethereum are still down.

We maintain a gold position in all client portfolios because of its safe haven characteristics along with its low correlation to stocks and bonds. We also hold a silver position in more conservative portfolios. In more aggressive portfolios, we hold a broad-based commodity ETF, which has exposure to oil & gas, copper, aluminum and live cattle among other commodities. It was up 22% in the quarter.

1. Return calculation based on the near future contract as quoted in the Wall Street Journal.
2. Return calculation uses Aberdeen Physical Gold Shares (SGOL) as a proxy for gold.
3. Return calculation uses Aberdeen Physical Silver Trust ETF (SIVR) as a proxy for silver.
4. Return calculation uses Cushing, OK WTI spot price FOB as a proxy for oil.
5. Return calculation uses Grayscale Bitcoin ETFs (GBTC and BTC) as a proxy for Bitcoin.
6. Return calculation uses Grayscale Ethereum ETFs (ETHE and ETH) as a proxy for Ethereum.

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PRIME MONEY FUND

The prime money fund continues to produce positive returns for investors. The fund currently yields 3.7%. We may reduce this exposure in the future if we see better investment opportunities elsewhere.

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