

**Market Resource October 2025:**

1 message

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# OCTOBER 2025

## BROXTON CAPITAL ADVISORS



YTD as of 9/30/2025

AlphaPortfolio 4.40%  
Smart Yield 4.33%

**MARKETS**

DOW JONES 9.75%  
S&P 500 13.67%  
NASDAQ 100 17.43%  
REIT INDEX 2.63%  
SMALL CAP 9.50%  
HIGH YIELD 2.81%

**BOND YIELDS**

10 YR TREAS 4.15%  
YTD CHANGE -9.19%  
30 YR TREAS 4.73%  
YTD CHANGE -1.17%

**SINCE INCEPTION**

**The Market in focus**

**Market Update:** With recent earnings reports we are seeing positive growth in information technology, financials and Utilities. FactSet reported: "The Information Technology sector is reporting the highest (year-over-year) earnings growth rate of all eleven sectors at 22.3%. The Financials sector is reporting the second-highest (year-over-year) earnings growth rate of all eleven sectors at 20.2%. The Utilities sector is reporting the third-highest (year-over-year) earnings growth rate of all eleven sectors at 18.8%." Again one of the worst is health care. "The Health Care sector is reporting the second-largest (year-over-year) earnings decline of all eleven sectors at -4.0%. The Energy sector is reporting the largest (year-over-year) earnings decline of all eleven sectors at -4.4%."

Lower year over-year oil prices are contributing to the year-over-year decrease in earnings for this sector, as the average price of oil in Q3 2025 (\$64.97) was 15% below the average price for oil in Q3 2024 (\$76.06). But the short term outlook for oil may improve due to the U.S. sanctions on Russian oil companies. The reason for a recent bump in oil was U.S. sanctions on Rosneft and Lukoil, two Russian oil behemoths accused of putting money into the Russian war against Ukraine. International Banks could be forced to stop doing business with Rosneft, Lukoil, and their subsidiaries, or possibly be shut out of the U.S. banking system. Oil has been in a 36 month downturn, before the recent bounce, since hitting 126 a barrel in June of 2022, shortly after the Russian invasion. Currently, the 350 mile long front is separated by a 20 mile wide no mans land which is ruled by killer drones.

Through December 31, 2024

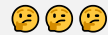
BROXTON 462.93%

S&P 500 583.91%

DOW JONES 519.11%



**How are we doing on tariffs?:** The U.S. Supreme Court is set to hear arguments next week from businesses and states that say Trump's use of a national security statute — the International Emergency Economic Powers Act of 1977 — to hit nearly every nation with tariffs is illegal. The U.S. Court of Appeals for the Federal Circuit invalidated President Trump's IEEPA tariff authorization in August. But...but...but.....where are we on the ramifications of this stuff. Well..... as of now it looks like customs duties are coming in at around 30 billion a month versus an average of 6.5 billion last year. And the total year is an increase of around 115 billion. And as a result? corporation income taxes have dropped by around 80 billion. So for this fiscal year tariffs did not result in a net gain of 1% in tax revenues if we include the lost corporate tax. Tax receipts are still close to 2 Trillion less than total outlays for the fiscal year ending September 2025. So what was the point again?



**Economy, Recession Watch** 🔍🔍: National Restaurant Association (NRA reported): "Due to the ongoing government shutdown, the U.S. Census Bureau has delayed the release of September's retail sales data, which was originally scheduled to be published today. In the absence of official figures, the National Restaurant Association has developed a macroeconomic model to estimate sales at eating and drinking places for the month. Based on this model, we project that nominal restaurant sales increased by approximately 0.5% in September.." So this reflects the shutdown concern and is a little weaker! We found slight improvements in student loans (a small disaster area since the ending of deferments): Outstanding student loan balances are \$1.34 trillion. This is a 4.8% decrease in total balances over a year ago. Outstanding student loan accounts stood at 147.4 million at the end of September. This is a decrease of 8.6% over a year ago. The severe delinquency rate is 16.32%, a slight improvement from last month. Auto loan delinquency rates were unchanged, bank credit cards were improved and private label card delinquencies were lower. Citibank and Synchrony Financial reported improvements in delinquencies with Synchrony reporting a 10.7% drop on 90 days plus delinquencies since 2024. The New York Fed Staff Nowcast stands at 2.4% for economic growth in the third quarter and the latest estimate from the Atlanta Fed was for a better 3.9 percent. However, aren't we supposed to be having some turbulence with government shutdowns and all? There's no sign of recession right now. 🙄🙄🙄🙄👍👍

**Stellantis N.V. (STLA):** is a multinational automotive manufacturer formed in 2021 through the merger of Fiat Chrysler Automobiles and Peugeot S.A. The company designs, manufactures, and markets vehicles under 14 global brands. The first year post-merger, 2021, was considered a success, with €3.2 billion of synergies realized and earnings exceeding €4 per share. However, in 2024 and early 2025, Stellantis lost momentum due to a combination of cost pressures, transitional product gaps related to electrification, North American market weakness, and tariff impacts. During its Q2 earnings call, management expressed optimism that the second half of the year would bring higher revenue, volumes, and margins. This outlook was supported by recent data indicating a 13% year-over-year increase in consolidated vehicle shipments for Q3, driven largely by a strong rebound in North America. We initiate a Buy rating with a price target of \$19.00, based on 4x our 2026 EBITDA estimate of €13.5 billion. Stellantis remains in a strong financial position with net cash of €9 billion, effectively making it virtually debt-free. We expect the company to sustain its dividend around €1 per share, equating to a yield of roughly 10%. [REPORT](#)

Have a good week 😊😊😊

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