



### OVERVIEW

*The U.S. economy continued to demonstrate resilience amid evolving challenges, including moderating labor market conditions, persistent but controlled inflation, and shifts in trade and monetary policy. Overall, the period reflected a "soft landing" narrative, with growth holding strong despite headwinds from a cooling within the labor market. Current estimates for the third quarter GDP are projected to be 2.6% or higher. Consumer spending remained a primary driver, supported by wage gains outpacing inflation, though affordability issues in housing and potential trade disruptions loomed as potential risks.*

*While inflation remained closer to 3% than the Fed's 2% target, the labor market has softened notably. July and August payrolls added only 79,000 and 22,000 jobs, respectively, while the unemployment rate rose to 4.3%. Other indicators of labor demand—such as job openings, quits, and both business and consumer surveys—have also declined. With its dual mandate of price stability and maximum employment, the Federal Reserve viewed the weak labor data as decisive, delivering a 25-basis point cut in the federal funds rate at its September meeting. The U.S. Treasury yield curve steepened over the quarter, driven by larger declines in short-term yields relative to long-term yields.*

*The S&P 500 Index extended its rally in the third quarter of 2025. Despite broad strength, lingering uncertainties—ranging from unresolved tariff disputes and their inflationary risk to the prospect of a government shutdown — still kept many investors cautious. For now, sentiment remains steady as markets adopt a "wait-and-see" approach.*

### STRATEGY FIXED INCOME PERFORMANCE

Investment grade corporate bonds posted one of their best quarters despite spreads widening from all-time lows as Treasury yields declined across the curve. The Fed's first rate cut since late 2024 sparked a rally across fixed income markets as investors priced in further easing in the next 12 months. Investor demand remained robust as bond yields stayed relatively attractive. Corporate balance sheets remained healthy with margins and leverage metrics largely unchanged. Financial sector credits recovered from prior tariff-related weakness and further benefited from improved fundamentals. Industrials and utilities also posted stellar returns. U.S. Agency bonds outperformed U.S. Treasuries, as their spreads narrowed throughout the quarter.

### STRATEGY EQUITY PERFORMANCE

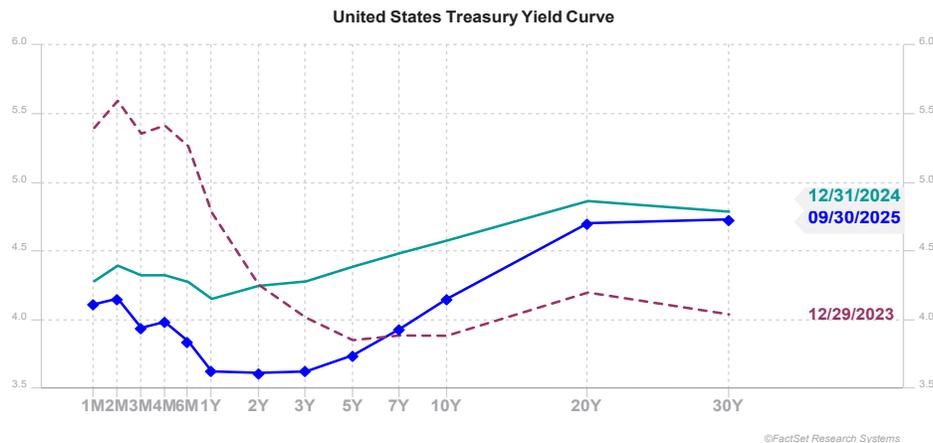
Information Technology stocks dominated outperformers in Q3. Alphabet Inc. (GOOGL) delivered outstanding results. Shares advanced amid strong demand for AI-enhanced services. Concerns over a major antitrust legal case eased on a favorable ruling that decided against breaking up the company. Revenues surged, fueled by growth across Search, YouTube ads, subscriptions, and especially Google Cloud. Management highlighted AI integrations boosting user engagement and cloud wins. A leading semiconductor manufacturer, Lam Research Corporation (LRCX) develops wafer fabrication equipment with advanced technologies for global chip production. In Q3 the shares overcame tariff-related hesitancy, revenues soared, and EPS exceeded estimates. Apple Inc.'s (AAPL) stock surged on product refresh momentum and services resilience, shrugging off concerns over softness in China sales. Revenues rose 10% year-over-year, with iPhone sales contributing significantly alongside record Services growth and earnings beat consensus.



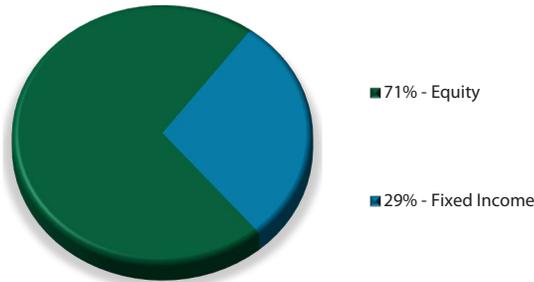
Performance detractors were more varied and less thematic than outperformers. Fiserv Inc. (FI) provides merchant acquiring, payment processing, and banking solutions to businesses and institutions. Shares dropped following quarterly results as management’s full-year organic growth guidance was at the low end of the expected range as competition pressured the Merchant Acceptance segment. Keurig Dr Pepper Inc. (KDP) shares plunged amid investor unease over transformative announcements, including an \$18 billion acquisition of JDE Peet’s (world’s largest coffee and tea firm by revenue) and a planned business split into separate entities. Despite near-term pressures, the company’s strong brand portfolio keeps us patient although we are evaluating alternatives. A global cybersecurity leader, Fortinet Inc. (FTNT) delivers integrated platforms for network security, cloud protection, and threat intelligence. Shares tumbled following a quarterly report that included Q3 revenue guidance which fell short of analysts’ hopes, despite beating current-quarter estimates. Investors are concerned that future revenue growth might be more limited than hoped, sparking worry about sales momentum. Fortinet management did raise full-year billings guidance, suggesting strength in its pipeline.

### OUTLOOK

Earnings growth has remained solid this quarter, echoing last quarter’s trend. That strength is tempered, however, by signs of softening in both the housing and labor markets. Against this backdrop, we remain disciplined in our approach, emphasizing relative valuation for bond and stock selection and diversification across and within equity and fixed income asset classes as we move forward.



## Asset Allocation as of September 30, 2025



Due to rounding, totals may not equal 100%. Excludes Cash and Equivalents.

Sector Allocation (%) <sup>a</sup> as of 09/30/2025	Dana All Cap Equity	S&P 500 Index
Communication Services	10.3	10.1
Consumer Discretionary	10.4	10.5
Consumer Staples	4.7	4.9
Energy	2.7	2.9
Financials	13.5	13.5
Health Care	9.2	8.9
Industrials	9.1	8.3
Information Technology	34.2	34.8
Materials	1.9	1.8
Real Estate	1.7	1.9
Utilities	2.4	2.3

Due to rounding, totals may not equal 100%. Excludes Cash and Equivalents.

Dana All Cap Equity Strategy <sup>b</sup> Top 10 Holdings (%) as of 09/30/2025	
NVIDIA Corp	7.2
Microsoft Corp	6.6
Apple Inc	5.6
Alphabet Inc Class A	4.5
Amazon.com Inc	3.7
Meta Platforms Inc Class A	2.8
Lam Research Corp	2.3
Broadcom Inc	2.2
Cisco Systems Inc	2.0
Element Solutions Inc	1.9

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Performance data such as returns and risk are for the Dana Balanced Strategy composite. Strategy asset allocation is based on a representative account. Strategy equity characteristics, sector allocation, contributors, detractors, top 10 holdings, and activity are derived from the identified investment strategy model holdings. Strategy fixed income characteristics, contributors, detractors, and activity are based on actual Dana Intermediate Bond composite holdings. Therefore, stated equity and fixed income characteristics may differ from the actual Dana Balanced composite's characteristics.

Source: Dana Investment Advisors; (a) FactSet Research Systems; (b) Morningstar Direct.