

Non-Consensus Alpha

— PROFITS BEYOND CONSENSUS —



By

Weekly Newsletter for June 23, 2025

Market Sentiment

Use market sentiment to gauge your overall market exposure.

For the week ending **June 20**, U.S. markets closed mixed to flat: **Dow – 0.1, S&P 500 –0.2%, Nasdaq +0.2%**. It was a relatively quiet week in terms of economic data, but several key developments shaped investor sentiment:

Weekly Performance:

- **Nasdaq Composite:** +.2%
- **S&P 500:** -.2%
- **Dow Jones Industrial Average:** -0.1%

Key Market Drivers:

- **Middle East Tensions :** Report of US military strikes on Iranian nuclear sites heightened geopolitical risk and pushed oil prices higher. Investors monitored potential disruptions to oil supply, particularly the Strait of Hormuz.
- **Federal Reserve Outlook:** Markets continued digesting the Federal Reserve's recent decision to hold interest rates steady. Fed Chair Jerome Powell's comments earlier in June reinforced expectations for a possible rate cut later this year if inflation continues to cool.
- **Corporate News and Earnings:** Consumer discretionary stocks were helped by Kroger and Carmax earnings while parts of the tech and services sector were negatively impacted by Accenture earnings outlook.

Investors will remain focused on geopolitical developments in the Middle East, upcoming economic data, including inflation and consumer spending. Additionally, corporate guidance and the preparation for Q2 earnings season will be what investors will be keyed on in the near future.

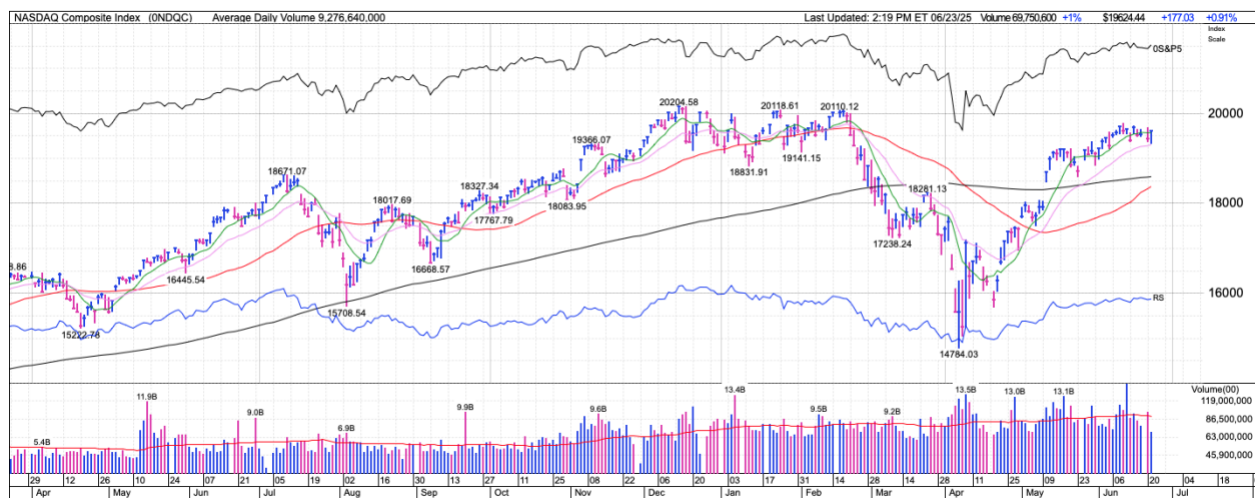
The markets have been on high alert and we have noticed investors have been selling perhaps managing risk in light of the continued headlines impacting the markets. That being said, given market reaction to interest rate and conflict news, it seems to have priced a future rate cut and the US's involvement in the Israel-Iran conflict.

We recommend that investors analyze how the market behaves and review stocks that are reaching price targets and consider taking profits. Investors should also ensure that new investments are made on stocks that have developed proper bases.

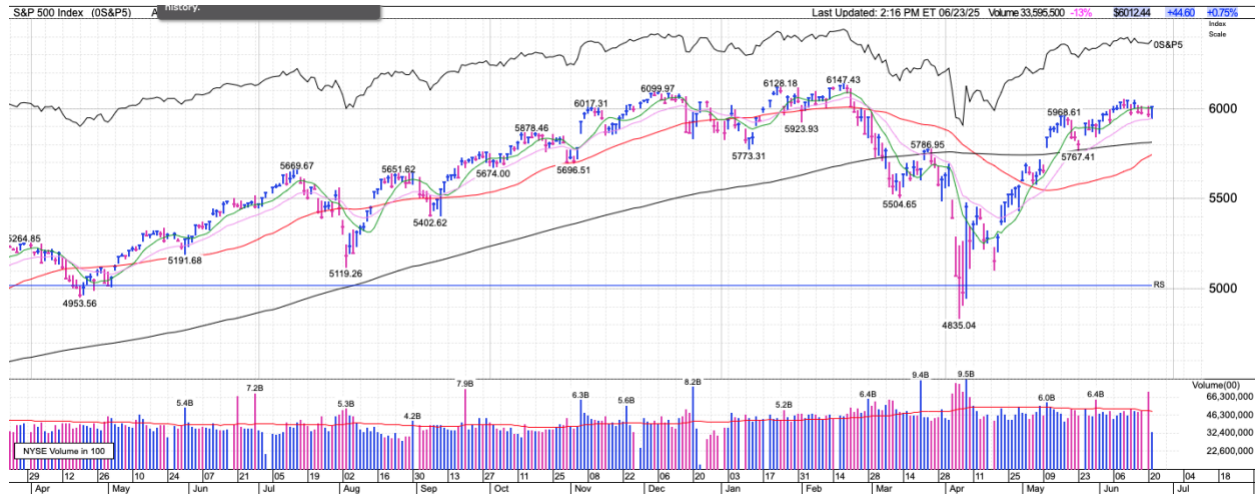
In this market environment investors could be 80% invested. Although the market continues to be relatively resilient through challenging headlines, political and world events investors should continue to manage downside risk limits by establishing and observing stop losses on all investments.

Important: All of our ideas noted in the newsletter are only buys if the market environment is conducive to being invested.

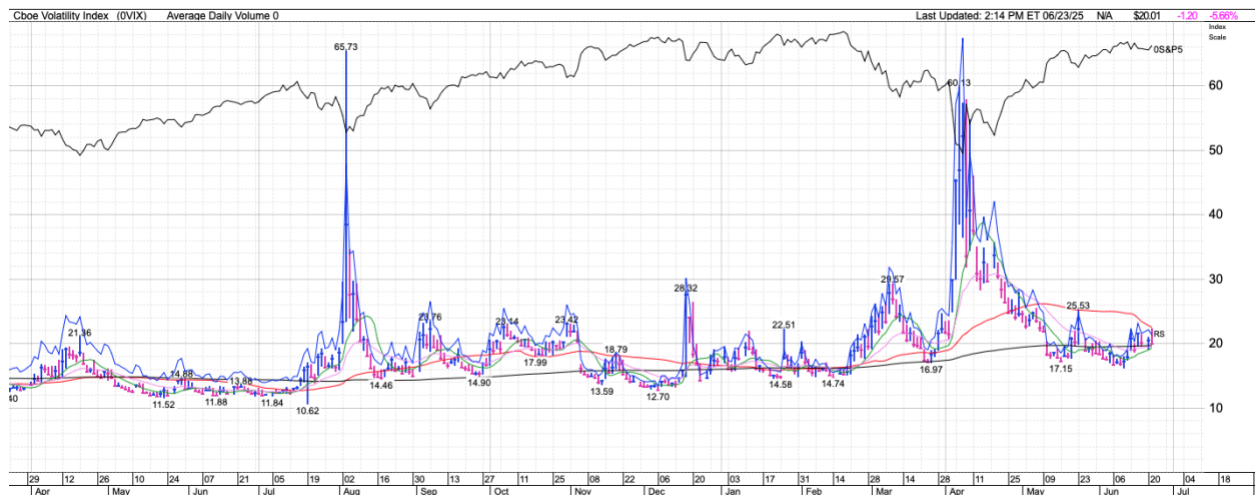
Nasdaq – Green – The index has moved sideways in the last couple of weeks due to the number of challenging headlines impacting the market. That being said, the index continues to behave relatively well regardless of the headlines and showing good resiliency.



S&P 500 – Green – In line with the Nasdaq the S&P 500 has moved somewhat sideways due to the continued challenging headlines.



VIX – Green – The VIX recently spiked in connection with the confrontation between Israel and Iran. The volatility is expected given the circumstance and we will maintain the VIX in green unless we continue seeing an uptrend aligned with relatively negative market news.



Key index ranges and market interpretation is as follows:

- Below 15 – Indicates low volatility and a stable market environment.
- Between 15 and 30 – Indicates moderate volatility and an uncertain market sentiment.
- Above 30 – Indicates high volatility and heightened fear in the market. It often aligns with market corrections or sharp downturns.

Newsletter Stock Highlights

Below are some of the highlights from our newsletter recommendations this year. A full list of all of our recommendations will be available on our website.

Stock Recommendation	Recomm. Date	Rec. Price	Trader Target		Investor Target		Return
			Low	High	Low	High	
 ODDITY TECH LTD (XNAS:ODD)	3/10/25	\$ 49	\$ 56.35	\$ 61.25	\$ 63.70	\$ 73.50	50%
 ZSCALER, INC. (XNAS:ZS)	4/29/25	\$ 218	\$ 250.70	\$ 272.50	\$ 283.40	\$ 327.00	42%
 SERVICETITAN, INC. (XNAS:TTAN)	3/17/25	\$ 101	\$ 116.15	\$ 126.25	\$ 131.30	\$ 151.50	30%
 Amer Sports, Inc (XNYS:AS)	3/24/25	\$ 29	\$ 33.35	\$ 36.25	\$ 37.70	\$ 43.50	30%
 VEEVA SYSTEMS INC. (XNYS:VEEV)	2/17/25	\$ 215	\$ 247.25	\$ 268.75	\$ 279.50	\$ 322.50	30%
 AGNICO EAGLE MINES LIMITED (XNYS:AEM)	3/10/25	\$ 100	\$ 115.00	\$ 125.00	\$ 130.00	\$ 150.00	25%
 ROBINHOOD MARKETS, INC. (XNAS:HOOD)	6/2/25	\$ 68	\$ 78.20	\$ 85.00	\$ 88.40	\$ 102.00	13%
 GENERAL ELECTRIC COMPANY (XNYS:GE)	3/24/25	\$ 213	\$ 244.95	\$ 266.25	\$ 276.90	\$ 319.50	16%
 PALANTIR TECHNOLOGIES INC. (XNAS:PLTR)	5/12/25	\$ 126	\$ 144.90	\$ 157.50	\$ 163.80	\$ 189.00	11%
 MERCADOLIBRE, INC. (XNAS:MLI)	5/6/25	\$ 2,200	\$ 2,530.00	\$ 2,750.00	\$ 2,860.00	\$ 3,300.00	12%

Watch List Ideas

Disclaimer: RTS Capital Management may trade in and out of the positions mentioned below. Our positions can change quickly in alignment with market fluctuation and stock behavior.

(For definitions of the Stock Model, Stock Cycle, Stock Fit and other terms, see the end of the newsletter.)

Company Name	Symbol	Stock Model	Stock Cycle	Stock Fit
Toast	TOST	Model 1	Stage 1	Trader and Investor

Comments:

First stage consolidation. Looking for an inflection point in the in the \$46-48 range.

Toast (TOST) NYSE Finance-CrdtCard/PmtPr (54/197)

www.toasttab.com

Provides technology restaurant management platform, hardware, and software solutions for restaurant sector.

Year	EPS	Price(\$)	EPS Rating
2018	-0.42		80
2019	-0.49		B+
2020	-0.49		B+
2021	-0.97	69 30	SMR Rating
2022	-0.54	35 11	Acc/Dis Rating
2023	-0.46	27 13	Composite Rating
2024	0.04	44 16	Timeliness Rating
2025	0.92	est. 2207%	Growth Rate
2026	1.11	est. 20%	N/A

Average Daily Volume 7,083,700

OS&PS 5% to Piv

5:00 PM ET 06/25/25

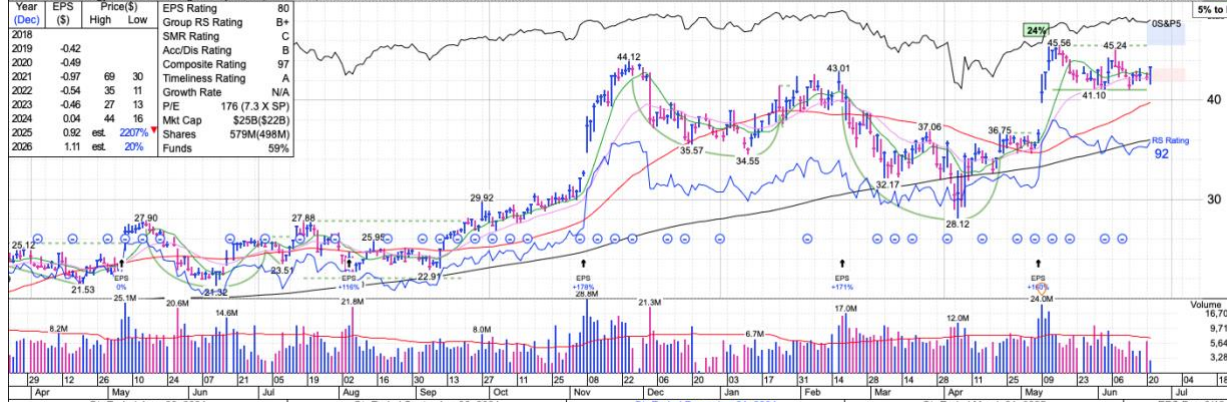
\$43.36

+1.01

+2.38%

Volume 3,029,131

27%



Qtr Ended June 30, 2024	Qtr Ended September 30, 2024	Qtr Ended December 31, 2024	Qtr Ended March 31, 2025	EPS Due 8/12
0.03	0.07	0.05	0.09	Earnings (\$)
vs -0.19	vs -0.09	vs -0.07	vs -0.15	Sales (\$M)
1242.0	1305.0	1338.0	1337.0	Pre Tax Margin
vs 978.0	vs 1032.0	vs 1036.0	vs 1073.0	
#+116%	#+178%	#+171%	#+160%	
+27%	+26%	+29%	+24%	
+1.5%	+4.4%	+2.4%	+4.3%	

Company Name	Symbol	Stock Model	Stock Cycle	Stock Fit
Comfort Systems	FIX	Model 1	Stage 1	Trader and Investor

Comments:

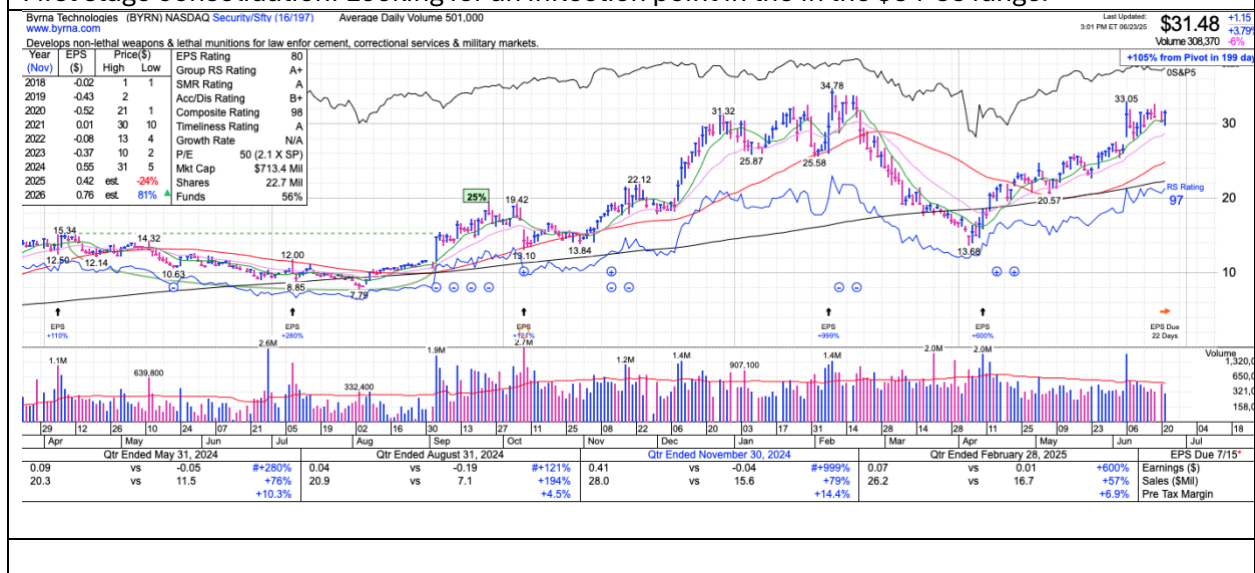
First stage consolidation. Looking for an inflection point in the in the \$515-536 range.



Company Name	Symbol	Stock Model	Stock Cycle	Stock Fit
Byrna Technologies	BYRN	Model 1	Stage 1	Trader and Investor

Comments:

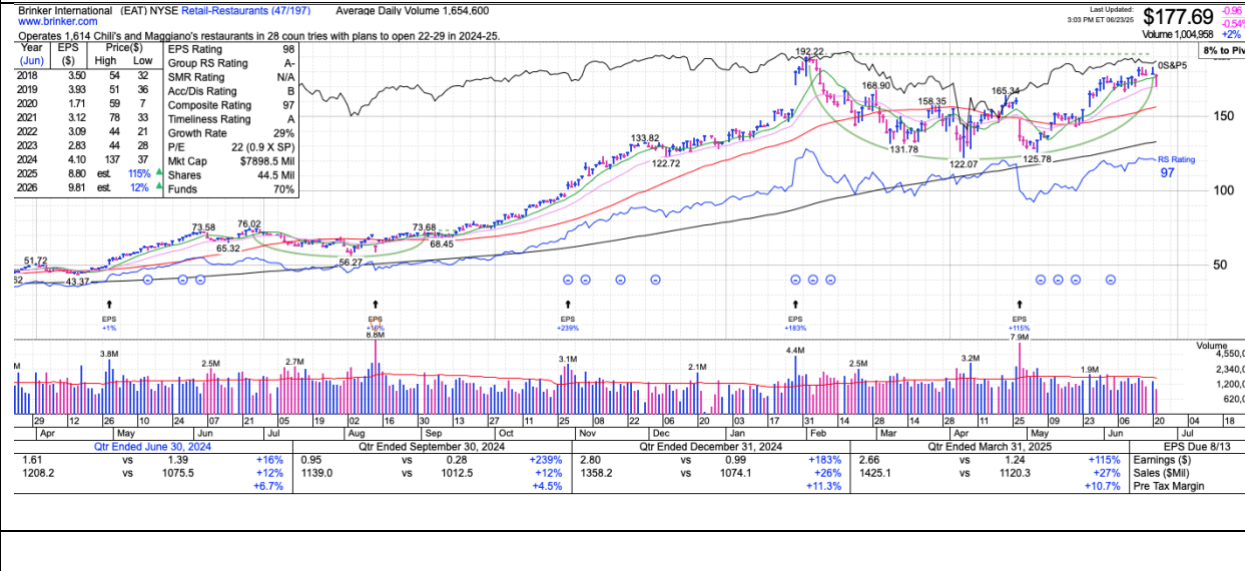
First stage consolidation. Looking for an inflection point in the in the \$34-35 range.



Company Name	Symbol	Stock Model	Stock Cycle	Stock Fit
Brinker International	EAT	Model 1	Stage 1	Trader and Investor

Comments:

First stage consolidation. Looking for an inflection point in the in the \$184-191 range.



Terms and Definitions

Stock Model Type	Definition
Model 1	The stock meets current and annual earnings as well as the revenue growth standards for our investment model
Model 2	The stock meets our current earnings and revenue growth model expectations.
Model 3	The stock meets the revenue growth expectations model.
Model 4	The stock meets the high relative strength investment model. Does not yet meet the earnings or revenue growth standards.

Stock Cycles	Definition
Stage 0	The stock is in a notable downtrend and should be avoided. Usually trading below the 150 day moving average.
Stage 1	Stock is in discovery showing the first sign of consolidation usually coming off a bottom. Stock has crossed the 150 day moving average and is trending with or extending above the average.
Stage 2	The stock is in continuation of its upward trend from its discovery. The stock may experience periods of consolidation but the overall trend is up.
Stage 3	The stock is beginning to climax. The moving averages are beginning to flatten out and the stock is trading inconsistently above and below the moving average.

Stock Fit	Definition
Trader	Short-term investment horizon (holding period is days to months) Recommended Target Trader Strategy <ul style="list-style-type: none"> • Stop Loss – 5%-8% • Upside Target – 15%-25%
Investor	Longer-term investment horizon (holding period is months to years) Recommended Target Investor Strategy <ul style="list-style-type: none"> • Stop Loss- 10%-16% • Upside Target – 30%-50%

Market Trend Definitions

1. **Uptrend** – The longer-term trend of the market is up although there may be some short-term trend changes.
 - a. **Confirmed Uptrend** – The market is trending higher than the normal trajectory of the larger market upwards movement.
 - b. **Pullback** – The market is in a short-term downward movement within a longer-term upward trajectory.
2. **Downtrend** – The longer-term trend of the market is down although there may be short-term rallies withing the longer term decline.
 - a. **Confirmed Downtrend** – In the short-term, the market is trending lower than the current longer-term downward trajectory.
 - b. **Rally** – The market is in a short-term rally within a long-term trajectory.