Select Subsector

Q3 | 2025 Commentary

The Select Subsector portfolio's performance can be attributed to the strategy's specific sector-focused weighting amongst eleven sectors of the S&P 500 GICS sector lineup and their varying subsectors.

In what has become an action-packed year of both anticipation and results-driven action, the third quarter felt no different. Most of the trading reflected markets seeking a balance between optimism around AI-driven productivity and caution tied to renewed tariff discussions and pressured Federal Reserve monetary expectations.

The Select Subsector portfolio remains fully invested in our best ideas that make up parts of the economy, gleaned through a disciplined approach to fundamental economic data. Most of our expressions last quarter concentrated on those U.S. industries demonstrating a positive earnings contribution to gross domestic product and maintaining an expansionary workforce. During the quarter, the portfolio shifted into sectors like utilities and real estate, while exposure to other subsectors like leisure communications services were removed as changes to the model's economic inputs required adjustments.

The current investment objective remains clear and by concentrating in what we believe are the most appropriate U.S. sectors and subsectors featuring integration of fundamental research and quantitative discipline, the strategy continues to keep a watchful eye, particularly as the market gets a breather from major data releases while the country experiences more days of closure because of the fiscal freeze going on in Congress.

At Kingsview Investment Management, we sincerely appreciate your continued dedication to the Select Subsector strategy. While more and more episodes (both market related and otherwise) submit a challenge to investor resolve, our principles — research, conviction, and long-term perspective — continue to guide us through all variants of times. Quality and consistency have historically outlasted uncertainty and we are confident that staying true to our process will continue to serve our investors in the future.

Should you wish to speak with one of our portfolio managers, please email investments@kingsview.com.

Lead Portfolio Manager
Scott Martin, CIMA®
Chief Investment Officer

Scott D. Martin is Chief Investment Officer at Kingsview Wealth Management, a Registered Investment Advisor in Chicago, and an Index Specialist with Monarch Funds. Previously, he served as Chief Market Strategist at United Advisors, LLC, where he co-chaired the investment committee and developed portfolio strategies.

His career began at Astor Asset Management, where he comanaged ETF-based programs and he was author of the weekly "Astor Long/Short Balanced Update" newsletter. A frequent speaker, Mr. Martin has been featured in The Wall Street Journal, Investor's Business Daily, and Yahoo! Finance. He holds the Certified Investment Management Analyst® designation. He is a former columnist with TheStreet.com and is a volunteer with The Anti-Cruelty Society of Chicago. Mr. Martin graduated from Denison University with a double major in Economics and French.