



Littlehousecapital.com

Product Recap and Comments

Absolute Opportunity+

Q3 2024

Our Founder



Robert C. Stimson, CPA
Founder, Chief Executive Officer
And Chief Investment Officer

Company Overview

Little House Capital, LLC is an SEC Registered Investment Advisor. The firm was established to redefine the wealth management experience by integrating investment management, financial planning, and complex estate and tax strategies. We provide seamless and comprehensive goal-based solutions that seek to achieve desired outcomes for individuals, families, trusts and institutions.

Contact Info

Little House Capital
35 Braintree Hill Park, #100 Braintree,
MA 02184
Phone: 617-545-5600
Email: LHC@littlehousecapital.com

Overview

In Q3 2024, Little House Capital's Absolute Opportunity+ product posted a return of 4.5% (4.2% net), bringing the year-to-date (YTD) return to 23.9% (22.9% net), exceeding its blended benchmark of 23.3%. The trailing twelve-month return stands at 39.2%. At quarter-end, Absolute Opportunity+ maintained a diversified portfolio of 33 stocks across all 11 economic sectors.

The portfolio delivered positive results through strategic allocation and effective security selection, with strong performances in the Healthcare, Industrials, and Consumer Staples sectors. However, the Consumer Discretionary and Real Estate sectors weighed on overall performance. Key investments in United Healthcare (UNH), Danaher (DHR), and Walmart (WMT) contributed to relative returns, while positions in technology companies Lam Research (LRCX), Uber Technologies (UBER), and Airbnb Inc. (ABNB) detracted from the portfolio's success.

Market dynamics broadened in the third quarter. Although Artificial Intelligence remains the central driver in the technology sector's strong returns YTD, the anticipation and eventual cut to the Federal Reserve Funds rate buoyed the S&P 500 to several new highs during the quarter, despite enduring a 5%+ pullback in between. The high-flying technology sector, particularly the mega caps, took a back seat as investors rotated into other areas of the market, reflecting a more diversified investment approach.

Absolute Opportunity+ held several positions with returns exceeding 20% during the quarter. Notable performers included Sterling Infrastructure (STRL), Carrier Global (CARR), Atmos Energy (ATO), and Walmart (WMT), while Raytheon Technologies (RTX) and Oracle Corporation (ORCL) also contributed positively to the portfolio's performance. These investments provided meaningful gains and supported the portfolio's defensive stance, helping to manage risk amid market volatility.

Listed below are the major position changes we made during the quarter.

New/Added Positions: NVIDIA (NVDA), Apple (AAPL), Advanced Micro Devices (AMD), Sterling (STER), Meta Platforms (META), Atmos Energy (ATO)

Sold/Trimmed Positions: Adobe (ADBE), Emerson Electric (EMR), Lowe's (LOW), Microsoft (MSFT), Lam Research (LRCX), Oracle (ORCL), Danaher (DHR)