



Capital Markets Snapshot

Courtesy of Sage Advisors

Week ending June 26, 2026

U.S. equity markets diverged sharply last week as a renewed sell-off in technology weighed on cap-weighted benchmarks while the broader market continued its rotation higher. The Nasdaq Composite fell 4.6%, the S&P 500 declined 1.9%, and the Magnificent 7 dropped about 5.5%, while the Dow gained 0.6%. A 10% overnight drop in Korea's KOSPI on Tuesday helped trigger the tech weakness, even as Micron delivered a blowout quarter and reached a new all-time high on Thursday. The dominant macro story was a collapse in oil prices, with WTI falling nearly 10% to around \$69/barrel as the U.S.-Iran peace deal held and tanker traffic recovered through the Strait of Hormuz. Economic data was generally constructive: Q1 GDP was revised up to 2.1% (from 1.6%), personal income and spending both rose 0.7%, and S&P Global Manufacturing PMI hit a 49-month high of 55.7. However, the May PCE report showed headline inflation at 4.1% YoY and core PCE at 3.4% YoY, the highest since October 2023. Despite the above target inflation pressures, July rate-hike odds eased some as labor and growth data remained resilient and falling oil prices could result in softening inflation numbers over the coming months. The Fed will be keeping a close eye on the future path of inflation data as they weigh their next move.

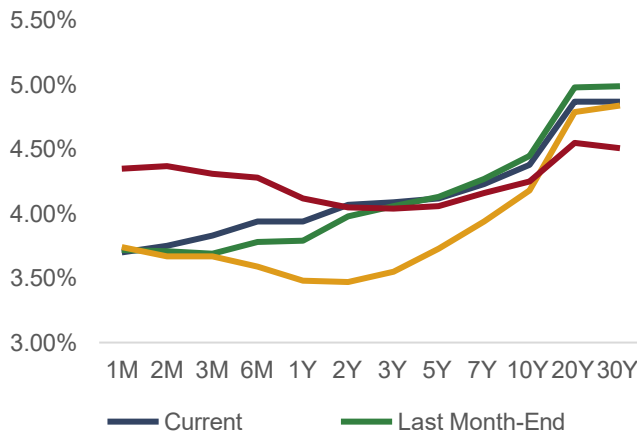
Fixed Income Markets Overview

- Treasury yields fell across the curve on lower oil, with the 2-year down 12 bps to 4.07%, the 10-year down 8 bps to 4.38%, and 30-year yields down 3 bps to 4.87%.
- The yield curve steepened modestly, driven primarily by the larger drop in the front end on softening rate-hike expectations.
- July FOMC rate-hike probability dropped to 30% from 38% the prior week, and the theoretical 100% probability of a hike was pushed out from October to December per Bloomberg rate probabilities.
- Core PCE inflation came in at 3.4% YoY in May, keeping the Fed cautious despite easing energy prices.
- Half of the FOMC penciled in rate hikes at the June meeting amid worsening inflation concerns, though the subsequent oil drop could temper some of that pressure.

Asset Class	Name	1W	YTD	3Y(Ann.)	5Y(Ann.)
Short	1-3 Year Govt/Credit	0.3%	0.9%	4.6%	2.2%
	Core Plus				
Core Plus	Intermediate Govt/Credit	0.4%	0.6%	4.6%	1.3%
	Global Aggregate	0.2%	-0.1%	3.3%	-1.5%
	US Aggregate	0.5%	1.0%	4.1%	0.2%
	US Treasury	0.5%	0.7%	3.1%	-0.3%
	US TIPS	0.3%	1.3%	3.9%	1.1%
	US Corporate	0.4%	1.2%	5.4%	0.5%
	US Corporate High Yield	-0.1%	1.7%	9.1%	4.2%
Other	Emerging Markets Aggregate	0.0%	2.1%	8.4%	2.0%
Muni	US Municipals	0.2%	2.2%	3.7%	1.0%
	US Municipals High Yield	0.4%	3.9%	5.8%	1.8%

Source: Bloomberg as of June 26, 2026

U.S. Treasury Yield Curve



Last Year-End 1-Year Ago

Source: Bloomberg and U.S Treasury as of June 26, 2026

Interest Rates (%)

Date	6/26/2026	5/29/2026	12/31/2025	2/26/2025
1 Month Treasury	3.70%	3.72%	3.74%	4.35%
3 Month Treasury	3.83%	3.69%	3.67%	4.31%
6 Month Treasury	3.94%	3.78%	3.59%	4.28%
2 Year Treasury	4.07%	3.98%	3.47%	4.05%
5 Year Treasury	4.12%	4.13%	3.73%	4.06%
10 Year Treasury	4.38%	4.45%	4.18%	4.25%
30 Year Treasury	4.87%	4.99%	4.84%	4.51%
US Aggregate	4.66%	4.67%	4.32%	4.63%
US Corporate	5.14%	5.13%	4.81%	5.10%
US Corporate High Yield	7.21%	6.96%	6.53%	7.13%
US Municipal	3.60%	3.67%	3.60%	3.55%
US Municipal High Yield	5.43%	5.53%	5.59%	5.43%

Spreads Over 10-Year US Treasuries

Date	6/26/2026	5/29/2026	12/31/2025	2/26/2025
30 Year Treasury	0.49%	0.54%	0.66%	0.26%
US Aggregate	0.28%	0.22%	0.14%	0.38%
US Corporate	0.76%	0.68%	0.63%	0.85%
US Corporate High Yield	2.83%	2.51%	2.35%	2.88%
US Municipal	-0.78%	-0.78%	-0.58%	-0.70%
US Municipal High Yield	1.05%	1.08%	1.41%	1.18%

Source:
Bloomberg
and
U.S.
Treasury
as of
June 26,
2026

Equity Markets Overview

- There was major divergence among major US equity indices with the Dow rising 0.6%, the S&P 500 falling 1.9%, and Nasdaq retreating 4.6%. The S&P 500 logged its second negative week in the past 13.
- The "Magnificent 7" declined ~5.5%, with Apple down more after announcing a price increase on Macs and iPads, raising hyperscaler margin concerns.
- Korea's KOSPI dropped 10% overnight on Tuesday on deleveraging in SK Hynix and Samsung, spilling over into U.S. semiconductor and tech names.
- Micron Technology delivered a blowout quarter on earnings, margins, and guidance, announced 16 new long-term agreements, and notched a fresh all-time high on Thursday.

Asset Class	Name	1W	YTD	3Y(Ann.)	5Y(Ann.)
All-Cap	S&P 1500	-1.7%	8.8%	20.6%	12.7%
Large-Cap	S&P 500	-1.9%	8.1%	20.9%	13.1%
	S&P 500 Growth	-3.7%	8.2%	25.7%	14.1%
	S&P 500 Value	0.2%	7.9%	15.3%	11.2%
Mid-Cap	S&P Midcap 400	0.7%	16.2%	16.4%	8.6%
	S&P Midcap 400 Growth	-0.3%	19.4%	17.9%	8.3%
	S&P Midcap 400 Value	1.7%	12.9%	14.8%	8.8%
Small-Cap	S&P Smallcap 600	3.1%	23.4%	17.3%	7.1%
	S&P Smallcap 600 Growth	3.4%	25.6%	18.1%	7.1%
	S&P Smallcap 600 Value	2.7%	21.2%	16.4%	7.0%
Int'l.	MSCI ACWI ex-USA	-2.2%	12.6%	19.0%	8.3%
	MSCI EM	-4.4%	22.6%	22.7%	6.9%

Source: Bloomberg as of June 26, 2026

Alternative Markets Overview

- WTI crude fell nearly 10% to just above \$69/barrel, the lowest level in about four months and down roughly \$25 from a month ago and over \$40 from the 2026 peak.
- Tanker traffic through the Strait of Hormuz continued to recover, with producers ramping supply and easing the geopolitical risk premium embedded in energy.
- National average gasoline prices fell to \$3.90/gallon, with the energy contribution to headline CPI expected to moderate if oil prices remain lower.
- Bitcoin briefly fell below \$59,000 on Thursday, its lowest level since September 2024, before recovering to around \$60,000. It remains well off the \$82,000 May peak and the \$126,000 October record high.

Name	1W	YTD	3Y (Ann.)	5Y (Ann.)
S&P GSCI	-4.0%	23.4%	14.2%	13.5%
Gold	-3.5%	-5.6%	28.4%	18.2%
FTSE All Equity NAREIT	4.2%	17.7%	12.0%	4.0%
Bitcoin	-5.1%	-31.8%	25.4%	13.6%
Ethereum	-7.4%	-46.9%	-5.3%	-3.1%

Source: Bloomberg as of June 26, 2026



Upcoming Week

- The short week is a lighter one for earnings releases, one notable earnings will be Nike on Tuesday.
- On the economic data front, we will receive a lot of labor market releases throughout the short week. We will be monitoring the JOLTs report, Nonfarm Payrolls, and Unemployment releases. Additionally Fed Chair Warsh is slated to speak on Wednesday in Europe.

Glossary and Disclosures

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S&P 1500 Index combines three leading indices, the S&P 500, the S&P Midcap 400, and the S&P Smallcap 600, to cover approximately 90% of U.S. equity market capitalization.

S&P 500 Index includes approximately 500 leading companies that covers approximately 80% of available U.S. equity market capitalization.

S&P 500 Growth Index is a stock index that represents the fastest-growing companies in the S&P 500 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P 500 Value Index is a stock index that represents the companies in the S&P 500 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

S&P Midcap 400 Index is distinct from the large-cap S&P 500 and designed to measure the performance of 400 U.S. mid-sized companies, which have differing liquidity and growth potential than large and small cap companies.

S&P Midcap 400 Growth Index is a stock index that represents the fastest-growing companies in the S&P Midcap 400 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P Midcap 400 Value Index is a stock index that represents the companies in the S&P Midcap 400 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

S&P Smallcap 600 Index measures the performance of 600 small-sized U.S. companies to reflect the small-cap segment of the U.S. equity market, which is typically known for less liquidity than large cap stocks.

S&P Smallcap 600 Growth Index is a stock index that represents the fastest-growing companies in the S&P Smallcap 600 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P Smallcap 600 Value Index is a stock index that represents the companies in the S&P Smallcap 600 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

MSCI ACWI ex-US Index captures large and mid-cap representation across 22 of 23 Developed Markets (DM) countries (excluding the US) and 24 Emerging Markets (EM) countries.

MSCI Emerging Markets Index captures large and mid-cap representation across 24 Emerging Markets (EM) countries.

S&P GSCI is broad-based and production weighted to represent the global commodity market beta. The index is designed to be investable by including the most liquid commodity futures.

S&P GSCI Gold a sub-index of the S&P GSCI, provides investors with a reliable and publicly available benchmark tracking the COMEX gold future.

FTSE All Equity NAREIT Index contains all tax-qualified REITs with more than 50 percent of total assets in qualifying real estate assets other than mortgages secured by real property that also meet minimum size and liquidity criteria.

Bitcoin USD Spot Exchange Rate measures the last price of 1 Bitcoin in USD.

Bloomberg Galaxy Bitcoin Index is designed to measure the performance of a single bitcoin traded in USD.

Ethereum USD Spot Exchange Rate measure the last price of 1 Ethereum in USD.

Bloomberg Galaxy Ethereum Index is designed to measure the performance of a single Ethereum traded in USD.

Bloomberg Barclays 1-3 Year Govt/Credit Index is the 1-3 Yr. component of the U.S. Government/Credit index, which includes securities in the Government, which includes treasuries and agencies debt securities, and Credit Indices, which includes publicly issued U.S. corporate and foreign debt that meet specified maturity, liquidity, and quality requirements.

Bloomberg Intermediate US Government/Credit Bond Index is a broad-based flagship benchmark that measures the non-securitized component of the US Aggregate Index with less than 10 years to maturity; this includes investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities

Bloomberg Barclays Global Aggregate Bond Index provides a broad-based measure of the global investment-grade fixed income markets, with three major components of this index are the U.S. Aggregate, the Pan-European Aggregate, and the Asian-Pacific Aggregate Indices.

Bloomberg Barclays U.S. Aggregate Bond Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

Bloomberg Barclays U.S. Treasury Aggregate Bond Index is the U.S. Treasury component of the U.S. Government index and represents public obligations of the U.S. Treasury with a remaining maturity of one year or more.

Bloomberg US TIPS Index consists of Inflation-Protection securities issued by the U.S. Treasury.

Bloomberg Barclays US Corporate Bond Index is the Corporate component of the U.S. Credit index and represents publicly issued U.S. corporate and specified foreign debentures and secured notes that meet the specified maturity, liquidity, and quality requirements.

Bloomberg Barclays U.S. Corporate High Yield Index covers the universe of fixed rate, non-investment grade debt.

Bloomberg Barclays Emerging Markets Bond Index is broad-based with country eligibility and classification as an Emerging Market being rules-based and reviewed on an annual basis using World Bank income group and International Monetary Fund (IMF) country classifications.

Bloomberg Barclays U.S. Municipal Index is a rules-based, market-value-weighted index engineered for the long-term tax-exempt bond market.

Bloomberg Barclays US High Yield Municipal Index is an unmanaged index of noninvestment-grade municipal debt securities, which provides a representation of the performance of US high-yield tax-exempt bonds.

Federal Funds Rate is the interest rate at which depository institutions trade federal funds (balances held at Federal Reserve Banks) with each other overnight.

U.S. Treasury Securities are issued by the federal government and are considered to be among the safest investments you can make, because all Treasury securities are backed by the "full faith and credit" of the U.S. government.

CBOE Volatility Index (VIX) is a real-time market index that represents the market's expectation of 30-day forward-looking volatility. Derived from the price inputs of S&P 500 index options, it provides a measure of market risk and investor sentiment.

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