

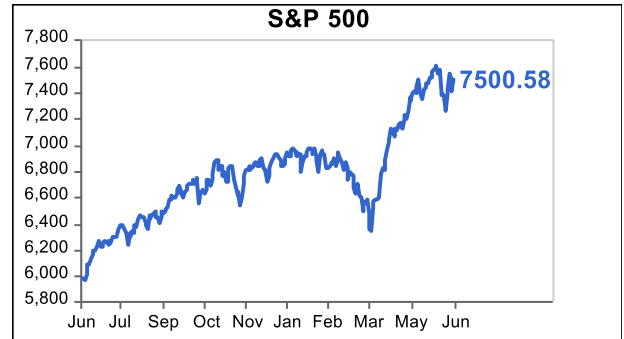
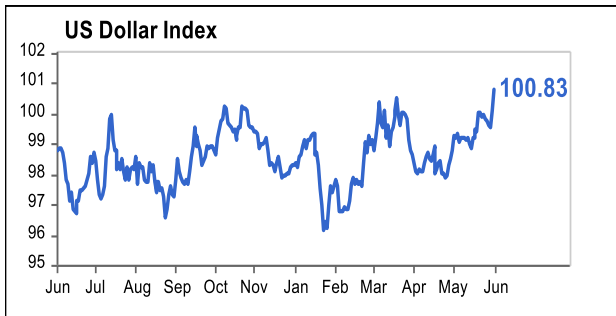


Weekly Recap

Financial markets were shaped by a pivotal Federal Reserve meeting, resilient U.S. consumer data, and improving geopolitical sentiment, driving volatility across both bond yields and equities. The Fed held rates steady at 3.50%-3.75% in a unanimous decision, but the tone of its communication shifted notably. The statement was shorter and more direct, with a clear emphasis on inflation remaining elevated, partly due to supply-side pressures. The updated dot plot leaned more hawkish, signaling the potential for higher policy rates, possibly as soon as September. Markets interpreted Chair Kevin Warsh's remarks as opening the door to further tightening, with fed funds futures repricing sharply from about a 50% chance of a September hike to nearly 90% after the meeting. Short treasury yields were higher, and the yield curve flattened. Economic data was mixed but broadly supportive of continued growth. May retail sales exceeded expectations, rising 0.9% month-over-month with strength extending beyond gasoline, underscoring the resilience of the U.S. consumer despite higher energy costs. This keeps second-quarter GDP growth tracking near 3%. In contrast, housing remained a weak spot, with starts falling to their lowest level since 2020, and leading manufacturing indicators softened, pointing to pockets of economic fragility. Geopolitics also supported sentiment, as a U.S.-Iran memorandum of understanding reduced near-term tail risks. The agreement aims to restore full capacity through the Strait of Hormuz and facilitate Iran's oil exports, helping to ease energy price pressures. Overall, markets continue to balance solid growth against persistent inflation, alongside a Federal Reserve that appears more inclined to tighten policy rather than pivot toward easing.

Key Points for Investors to Consider:

- The Fed has pivoted toward a more hawkish stance given recent inflationary pressures
- The flattening of the yield curve accelerated this week
- The U.S. and Iran agreement should allow energy markets to slowly normalize



INDICES	Close	Wk Net Change	Wk % Change	Div Yield	YTD % Change	12 Mos % Change
DJII-USA	51,564.70	362.44	1.41	1.75	7.28	22.27
S&P 500	7,500.58	69.12	1.44	1.39	9.57	25.41
NASDAQ	26,517.93	629.09	2.74	0.87	14.09	35.67
S&P MidCap 400	3,791.48	-4.84	0.58	2.17	14.71	25.40
EAFE	104.41	-0.61	-0.31	3.00	8.73	19.86
Emerging Markets	85.63	3.06	4.34	2.41	27.39	47.79

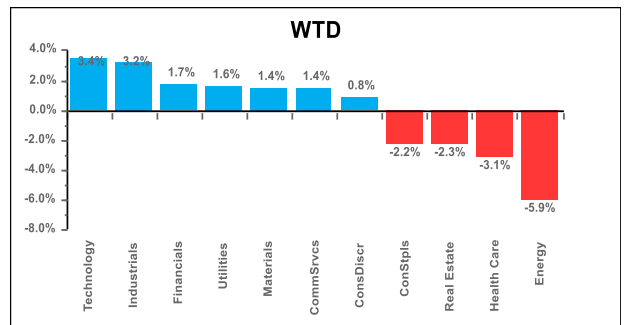
COMMODITIES	Price	Wk % Change	FOREX	Price	Wk % Change
Copper	6.38	-1.05	EUR/USD	1.15	-0.92
Gold	4,228.70	-0.24	USD/JPY	160.86	0.73
WTI	75.47	-11.09	GBP/USD	1.33	-1.46
Brent	79.41	-14.70	USD/CAD	1.41	1.03
Natural Gas	3.22	3.11			

TREASURIES	Current Yield	12/31/25 Yield
1 - Year	3.98	3.47
2 - Year	4.18	3.48
5 - Year	4.23	3.73
10 - Year	4.45	4.17
30 - Year	4.90	4.84

RUSSELL STYLE RETURNS

WTD	Value	Blend	Growth	YTD	Value	Blend	Growth
Large	0.33%	0.90%	1.39%	Large	15.93%	9.85%	4.29%
Medium	-0.18%	0.10%	0.93%	Medium	16.24%	13.34%	3.82%
Small	-0.31%	1.14%	2.39%	Small	20.44%	20.58%	20.62%

COMING UP NEXT WEEK	Consensus	Prior
06/23 S&P Global PMI Manufacturing SA (Prelim)	(Jun) 54.9	55.1
06/23 S&P Global PMI Services SA (Preliminary)	(Jun) 51.3	50.7
06/24 Current Account SA	(Q1) -\$235.0B	-\$190.7B
06/25 Durable Orders ex-Transprtn SA M/M (Prelim)	(May) 0.80%	1.1%
06/25 Durable Orders SA M/M (Prelim)	(May) 0.80%	8.0%
06/25 GDP SAAR Q/Q (Final)	(Q1) 1.6%	1.6% P
06/25 Core PCE Deflator M/M	(May) 0.37%	0.24%
06/25 Personal Income SA M/M	(May) 0.50%	0.0%
06/26 Michigan Sentiment NSA (Final)	(Jun) 48.9	48.9 P



SECTORS - Large Cap

	Close	Wk Net Change	WTD	MTD	QTD	YTD
Defensive						
Staples	926.99	-27.30	(2.2%)	0.6%	0.2%	7.2%
Health Care	1,736.39	-52.84	(3.1%)	(0.2%)	1.5%	(3.8%)
CommServices	469.92	5.03	1.4%	(4.7%)	11.8%	3.9%
Eco Sensitive						
Consumer Disc	1,907.81	15.22	0.8%	(4.7%)	9.1%	(1.1%)
Energy	815.24	-57.37	(5.9%)	(4.6%)	(13.6%)	18.6%
Industrials	1,527.80	39.31	3.2%	4.4%	11.5%	16.3%
Info Tech	6,880.84	204.29	3.4%	(2.0%)	33.4%	21.1%
Materials	647.38	-2.58	1.4%	1.3%	3.1%	12.7%
Interest Rate Sensitive						
Financials	888.84	3.44	1.7%	3.8%	8.1%	(2.5%)
Utilities	452.20	2.25	1.6%	0.6%	(3.0%)	4.2%
REIT	281.94	-9.23	(2.3%)	(0.5%)	7.8%	12.1%

Source: FactSet