



June 1, 2026

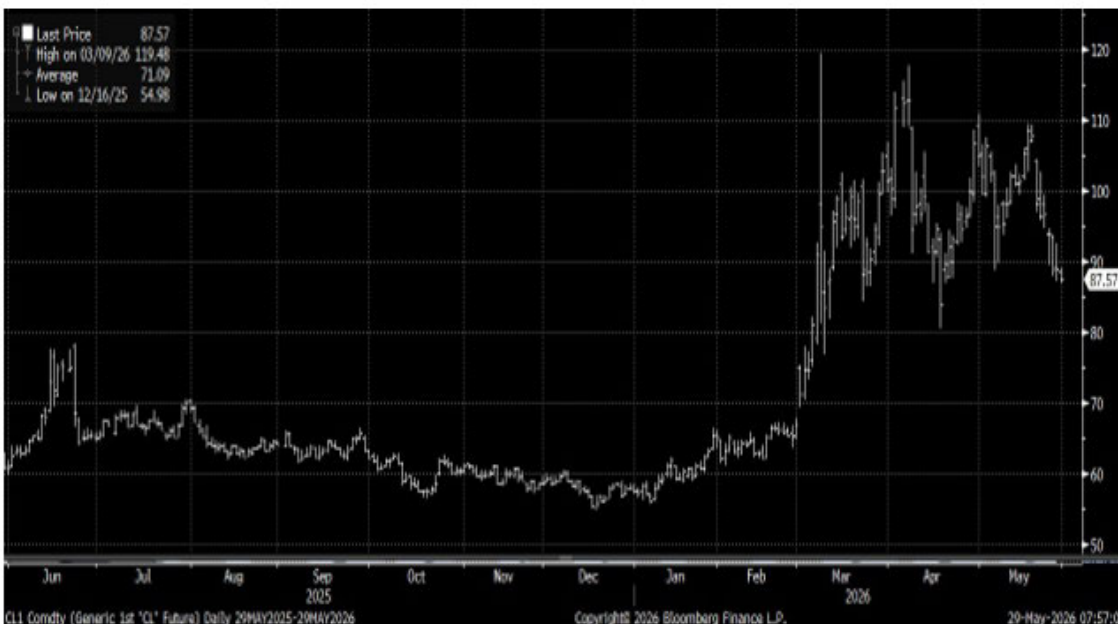
Ceasefire In Question Creating Market Volatility

This morning, the U.S.-Iran ceasefire appeared to be in question, creating volatility in the oil market.

Reuters reported that Iran's Tasnim news agency said Iran's negotiating team is stopping message exchanges with the U.S. because of Israeli attacks on Lebanon. Last week, WTI crude fell 26% from its recent high, but now is trading above \$90 a barrel.

Interest rates have moved lower alongside energy prices, providing additional support for equities and helping propel major market indices to new record highs. Strong 2Q26 earnings have also reinforced the rally, delivering results well above expectations. Meanwhile, consumer spending remains resilient. Gasoline prices as a percentage of disposable income are very low, meaning consumers have the ability to afford higher gas prices. This is also allowing consumers the ability to keep spending, but they are becoming more price sensitive.

WTI Crude Oil Remains Volatile

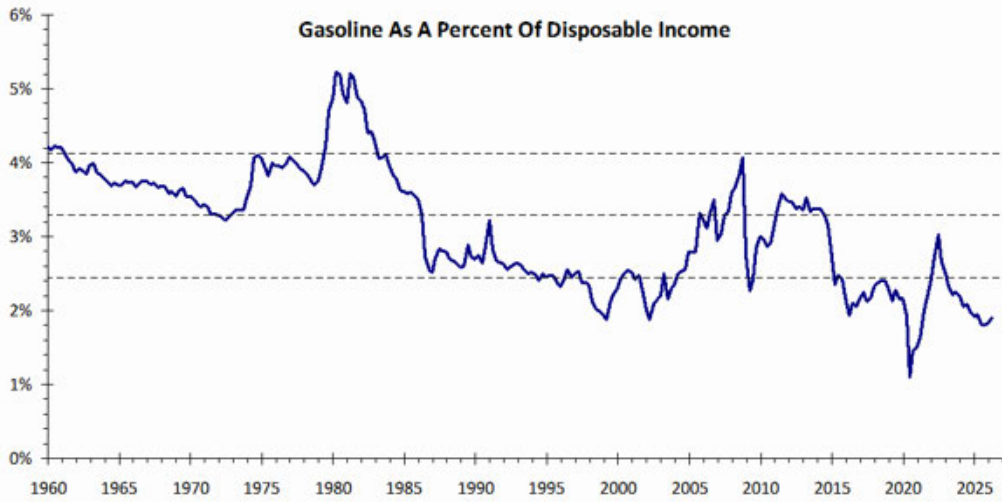


Source: Bloomberg, May 29, 2026



June 1, 2026

Why Are Consumers Still Spending? They Can Afford Higher Gas Prices



Source: Bureau of Economic Analysis, Sanctuary Wealth, May 29, 2026

10-Year Treasury Yield Holds At 4.6% And Now Can Test 4.0%

Despite higher inflation rates, the 10-Year Treasury yield held resistance at 4.60% and now looks to test the lower end of the triangle pattern of 4.0%. Lower oil prices have been the key to lower rates. If oil prices stay low and inflation proves temporary, interest rates can remain stable or move lower.

Also important are inflation expectations, which the Federal Reserve (Fed) closely monitors. The 5-Year Breakeven Rate, a market-based measure of expected inflation, continues to decline – a positive development that is helping to temper concerns about a potential interest rate hike.

10-Year Treasury Yield Stays In Triangle Pattern



Source: Bloomberg, Annotations by Sanctuary Wealth, May 29, 2026



June 1, 2026

5-Year Breakeven: Inflation Expectations Falling



Source: Bloomberg. Annotations by Sanctuary Wealth, May 29, 2026

Where's the Skid? Oil Supplies Are Running Low

Despite falling crude prices, underlying supply conditions remain tight. Oil inventories are approaching historically low levels as tankers carrying crude remain stuck in the Strait of Hormuz. Industry executives have cautioned that if the Strait is not opened soon, supplies could plummet to levels that raise oil prices sharply.

Concentrated Market Momentum in AI-Related Groups

U.S. equities continue to reach new highs, but gains remain concentrated in a handful of sectors, primarily Semiconductors, Technology Hardware, and Software. Many of these stocks have experienced parabolic advances. Historically, such sharp concentrated rallies often give way to periods of consolidation or rotation, allowing the broader market to catch up. While that outcome is not guaranteed, we believe investors should avoid chasing recent outperformers, even as Technology remains the market's leading sector and a core holding. The encouraging backdrop is that corporate fundamentals remain exceptionally strong. Earnings growth, profit margins, and management guidance continue to exceed expectations. Ultimately, stock prices move on earnings, and the earnings revision ratio has risen sharply from 0.77 to 1.80. Positive earnings revisions are also broadening globally, an important development because earnings revisions are one of the most reliable leading indicators of future stock performance.

U.S. Earnings Revision Ratio Rose Sharply In May – Earnings Lead Stock Prices

Table 1: Global Regions Earnings Revision Ratio

World 3-month ERR moderated from 0.90 to 0.88

| Regions | Mar-26 | Apr-26 | May-26 | Last 3 Months |
|-------------------|--------|--------|--------|---------------|
| WORLD | 0.98 | 0.76 | 0.91 | 0.88 |
| USA | 1.13 | 0.77 | 1.80 | 1.16 |
| Europe | 0.75 | 0.66 | 0.81 | 0.74 |
| Japan | 1.63 | 1.15 | 1.07 | 1.26 |
| Asia Pac ex-Japan | 0.90 | 0.69 | 0.68 | 0.75 |
| Emerging Markets | 0.85 | 0.70 | 0.69 | 0.74 |

Source : BofA Global Quantitative Strategy, MSCI, IBES

BofA GLOBAL RESEARCH

 June 1, 2026

Trading Indicator Signaling A Correction Warning

Bank of America's Bull & Bear Indicator, a widely followed tactical trading model, has moved into its sell zone, signaling an elevated risk of a market correction. That raises the question of whether this will be a year when the old "Sell in May and Go Away" adage proves accurate. Our view remains that it may be more appropriate to "Sell in May, But Come Back."

From a technical perspective, equities are very overbought, while market breadth and trading volume have not fully confirmed the recent record highs. Momentum indicators are also suggesting increased correction risk. Seasonally, markets often rally into the summer months and peak before experiencing a sharper pullback during the fall, frequently creating attractive buying opportunities in October. Taken together, these indicators suggest that volatility is likely to remain elevated in the months ahead, and investors should be forewarned and stay patient. The S&P 500 has already reached our year-end target of 7,500. This puts 7,800 in play. We don't want to chase the rally. We remain long-term Bulls and are buyers on pullbacks.

BofA Tactical Trading Model Signals Risk Of A Correction

Chart 1: BofA Bull & Bear Indicator

Up to 8.5 from 8.0



Source: BofA Global Investment Strategy. The indicator identified above as the BofA Bull & Bear Indicator is intended to be an indicative metric only and may not be used for reference purposes or as a measure of performance for any financial instrument or contract, or otherwise relied upon by third parties for any other purpose, without the prior written consent of BofA Global Research. This indicator was not created to act as a benchmark.

BofA GLOBAL RESEARCH

Source: Bloomberg, Annotations by Sanctuary Wealth, May 29, 2026

Source: Bloomberg, Annotations by Sanctuary Wealth, May 25, 2026



June 1, 2026

Sector Readings: Information Technology Strongest, Followed By Energy And Communication Services; Financials Weakest, Followed By Utilities

Information Technology is in first place, followed by Energy and Communication Services. Financials are in last place, followed by Utilities. Energy has been among the top three sectors for 25 weeks, while Financials have been one of the two weakest sectors for 16 weeks.

Our sector model analyzes S&P 500 GICS sector classifications, using a weighted measure of price momentum across three time periods. We rank each sector from best to worst based upon the average of its 40-, 26-, and 13-week relative price performances. We rank each sector from 1 to 11, with 1 being the strongest and 11 the weakest.

Sector Rankings By 40-, 26-, And 13-Week Average Relative Price Performance

| | May 29 | May 22 | May 15 | May 8 | May 1 | Apr 24 | Apr 17 | Apr 10 |
|------------------------|--------|--------|--------|-------|-------|--------|--------|--------|
| Consumer Discretionary | 6 | 5 | 7 | 6 | 9 | 9 | 8 | 10 |
| Consumer Staples | 8 | 8 | 6 | 8 | 8 | 8 | 9 | 7 |
| Energy | 2 | 1 | 1 | 3 | 1 | 1 | 1 | 1 |
| Financials | 11 | 10 | 11 | 11 | 11 | 11 | 11 | 11 |
| Healthcare | 9 | 11 | 9 | 10 | 10 | 10 | 10 | 8 |
| Industrials | 4 | 4 | 4 | 5 | 5 | 5 | 3 | 3 |
| Information Technology | 1 | 2 | 2 | 2 | 3 | 4 | 5 | 9 |
| Materials | 5 | 7 | 5 | 4 | 4 | 3 | 4 | 2 |
| Communication Services | 3 | 3 | 3 | 1 | 2 | 2 | 2 | 4 |
| Utilities | 10 | 9 | 10 | 9 | 6 | 6 | 7 | 5 |
| Real Estate | 7 | 6 | 8 | 7 | 7 | 7 | 6 | 6 |

Source: Bloomberg, Sanctuary Wealth, May 29, 2026

 **June 1, 2026**

OBOS List: Information Technology Is Overbought; Industrials, Healthcare, Materials, Consumer Staples, Financials, And Utilities Are Oversold; Real Estate Is Near Oversold.

Information Technology remained overbought last week. Industrials, Healthcare, Materials, Consumer Staples, Financials, and Utilities were all oversold, while Real Estate was near oversold. We note that Industrials are unusually oversold. There is still considerable volatility in the movement of the sectors relative to one another, and there are an unusual number of sectors oversold. This most likely sets up a major sector rotation, causing volatility.

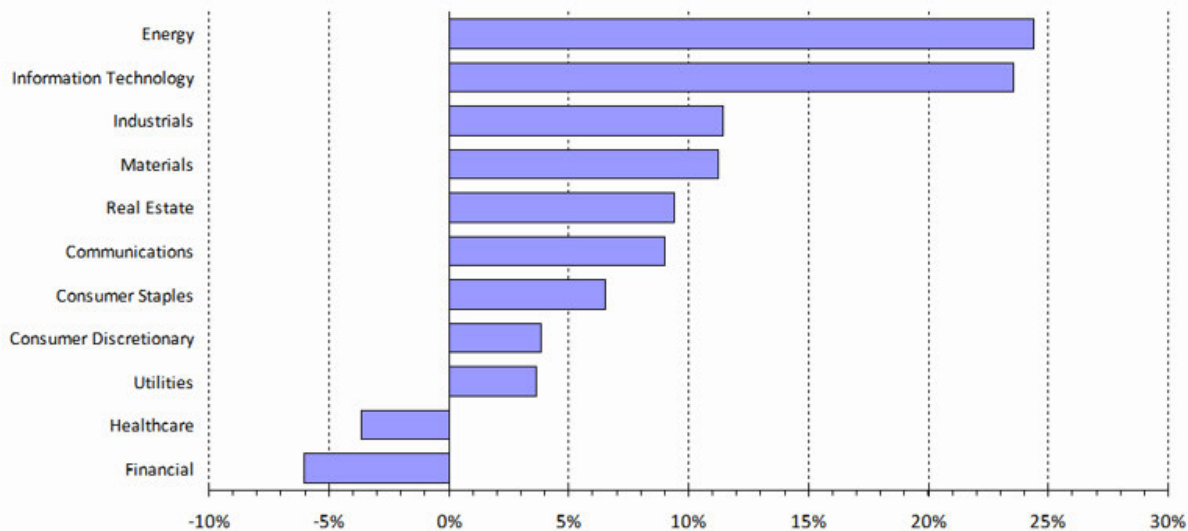
Our tactical sector rotation model uses the S&P 500 GICS sector classifications. We apply a 13-week rate of change methodology that normalizes the rankings from overbought (OB) to oversold (OS). An industry group is overbought when it has risen too far too fast, relative to the rest of the market, based upon its normal movement. Conversely, it's oversold when it has lost too much too fast, relative to the rest of the market, based upon its normal movement. Over time, a sector tends to move back toward its normal rate of change, relative to the rest of the market. Overbought sectors tend to slow their pace of gains in relative price, while oversold sectors tend to improve in relative price until they reach their average performance again.

Here's our methodology: the overbought-oversold table of sectors measures the 13-week rate of change in the relative price of each sector. We then average (i.e., smooth) this over 3 weeks and normalize the results. Normalized oscillator values over 1.0 are considered overbought, while those between 0.6 and 1.0 are considered near overbought. Normalized oscillator values below -1.0 are considered oversold, while those between -0.6 and -1.0 are considered near oversold.

| Sector Overbought / Oversold List as of 29 May 2026 | | |
|---|------------------------|------------------------------|
| rank | S&P Sector | normalized Oscillator |
| 1 | Information Technology | 1.7944 <i>Overbought</i> |
| 2 | Communication Services | 0.2396 <i>Neutral</i> |
| 3 | Energy | -0.0285 |
| 4 | Consumer Discretionary | -0.4599 <i>Neutral</i> |
| 5 | Real Estate | -0.6915 <i>Near Oversold</i> |
| 6 | Utilities | -1.2295 <i>Oversold</i> |
| 7 | Financials | -1.3336 |
| 8 | Consumer Staples | -1.6333 |
| 9 | Materials | -1.9618 |
| 10 | Healthcare | -1.9995 |
| 11 | Industrials | -2.6522 |

Source: Bloomberg, Sanctuary Wealth, May 29, 2026

Year-To-Date Performance Of The S&P 500 Sectors



Source: Bloomberg, Sanctuary Wealth, May 29, 2026



June 1, 2026

Market Performance: Energy Remains Best Performing Asset Year-To-Date, Followed Closely By Information Technology, Then Nasdaq 100; Bitcoin Is Still Weakest Year-To-Date

| | Last 5/29/2026 | Month End 4/30/2026 | Month to Date | Quarter End 3/31/2026 | Quarter to Date | Year End 12/31/2025 | Year to Date | Year Ago 5/29/2025 | Year To Year |
|--|-------------------|---------------------------|---------------------|-----------------------------|-----------------------|---------------------------|--------------------|--------------------------|--------------------|
| S&P 500 | 7580.06 | 7209.01 | 5.1% | 6528.52 | 16.1% | 6845.50 | 10.7% | 5912.17 | 28.2% |
| NASDAQ Composite | 26972.62 | 24892.31 | 8.4% | 21590.63 | 24.9% | 23241.99 | 16.1% | 19175.87 | 40.7% |
| NASDAQ 100 | 738.31 | 667.74 | 10.6% | 577.18 | 27.9% | 614.31 | 20.2% | 519.93 | 42.0% |
| Russell 2000 | 2919.34 | 2799.91 | 4.3% | 2496.37 | 16.9% | 2481.91 | 17.6% | 2074.78 | 40.7% |
| S&P Consumer Discretionary Sector | 2002.94 | 1953.03 | 2.6% | 1748.22 | 14.6% | 1928.43 | 3.9% | 1727.33 | 16.0% |
| S&P Consumer Staples Sector | 921.47 | 952.85 | -3.3% | 925.56 | -0.4% | 864.89 | 6.5% | 906.85 | 1.6% |
| S&P Energy Sector | 854.93 | 910.23 | -6.1% | 943.30 | -9.4% | 687.34 | 24.4% | 623.57 | 37.1% |
| S&P Financial Sector | 856.67 | 866.90 | -1.2% | 822.22 | 4.2% | 911.60 | -6.0% | 844.22 | 1.5% |
| S&P Healthcare Sector | 1739.78 | 1700.55 | 2.3% | 1710.39 | 1.7% | 1805.89 | -3.7% | 1539.53 | 13.0% |
| S&P Industrials Sector | 1463.53 | 1477.85 | -1.0% | 1369.67 | 6.9% | 1313.14 | 11.5% | 1206.01 | 21.4% |
| S&P Information Technology Sector | 7021.77 | 6057.71 | 15.9% | 5158.06 | 36.1% | 5684.00 | 23.5% | 4543.82 | 54.5% |
| S&P Materials Sector | 638.95 | 644.42 | -0.8% | 627.82 | 1.8% | 574.41 | 11.2% | 544.05 | 17.4% |
| S&P Real Estate Sector | 279.06 | 282.37 | -1.2% | 259.98 | 7.3% | 255.03 | 9.4% | 261.22 | 6.8% |
| S&P Communications Sector | 493.15 | 497.72 | -0.9% | 420.28 | 17.3% | 452.39 | 9.0% | 350.88 | 40.5% |
| S&P Utilities Sector | 449.71 | 475.96 | -5.5% | 466.42 | -3.6% | 433.81 | 3.7% | 410.04 | 9.7% |
| S&P 500 Total Return | 16935.35 | 16088.56 | 5.3% | 14560.75 | 16.3% | 15220.46 | 11.3% | 13049.01 | 29.8% |
| 3 month Treasury Bill Price | 99.08 | 99.08 | 0.0% | 99.08 | 0.0% | 99.09 | 0.0% | 98.92 | 0.2% |
| 3 month Treasury Bill Total Return | 272.05 | 271.21 | 0.3% | 270.38 | 0.6% | 268.01 | 1.5% | 261.45 | 4.1% |
| 10 Year Treasury Bond Future | 109.83 | 110.59 | -0.7% | 111.05 | -1.1% | 112.44 | -2.3% | 110.69 | -0.8% |
| 10 Year Treasury Note Total Return | 314.82 | 315.37 | -0.2% | 315.71 | -0.3% | 316.61 | -0.6% | 304.26 | 3.5% |
| iShares 20+ Year Treasury Bond ETF | 85.76 | 85.62 | 0.2% | 86.69 | -1.1% | 87.16 | -1.6% | 86.15 | -0.5% |
| S&P Municipal Bond Total Return | 293.82 | 292.56 | 0.4% | 289.48 | 1.5% | 290.00 | 1.3% | 275.83 | 6.5% |
| iShares S&P National Municipal Bond NAV | 106.78 | 106.90 | -0.1% | 106.04 | 0.7% | 106.85 | -0.1% | 103.96 | 2.7% |
| S&P 500 Investment Grade Corporate Bond Total Return | 503.58 | 499.56 | 0.8% | 496.96 | 1.3% | 499.46 | 0.8% | 474.16 | 6.2% |
| S&P Investment Grade Corporate Bond | 91.77 | 91.48 | 0.3% | 91.32 | 0.5% | 92.75 | -1.1% | 90.42 | 1.5% |
| S&P Investment Grade Corporate Bond Total Return | 537.57 | 533.72 | 0.7% | 530.81 | 1.3% | 532.99 | 0.9% | 505.99 | 6.2% |
| SPDR Bloomberg High Yield Bond ETF | 96.77 | 96.83 | -0.1% | 95.72 | 1.1% | 97.21 | -0.5% | 95.80 | 1.0% |
| iShares iBoxx High Yield Corporate Bond ETF | 80.31 | 80.38 | -0.1% | 79.56 | 0.9% | 80.63 | -0.4% | 79.50 | 1.0% |
| Gold | 4540.26 | 4617.85 | -1.7% | 4668.06 | -2.7% | 4319.37 | 5.1% | 3317.94 | 36.8% |
| Bitcoin | 73581.98 | 76466.34 | -3.8% | 68193.95 | 7.9% | 87647.54 | -16.0% | 106179.22 | -30.7% |
| Silver | 75.30 | 73.75 | 2.1% | 75.17 | 0.2% | 71.66 | 5.1% | 33.32 | 126.0% |

Source: Bloomberg, Sanctuary Wealth, May 29, 2026

Key Catalysts This Week

This week economic data and earnings might speak louder than global news headlines - but markets know lower oil prices keep the machine moving smoothly.

Investors face a busy week of economic data, highlighted by Friday's May employment report from the Bureau of Labor Statistics (BLS). Other key releases include ISM Manufacturing and Services data, ADP employment figures, and earnings reports from important names, including Broadcom (AVGO) and CrowdStrike (CRWD) - both on Wednesday. Of course, geopolitical developments involving Iran remain an additional source of potential market volatility.

After this week, the Federal Reserve will move into its pre-meeting communications blackout period, leaving markets to interpret incoming economic data without further guidance from policymakers. Investor attention is already shifting toward the June 16-17 Federal Open Market Committee (FOMC) meeting, the first under new Fed Chair Kevin Warsh, which could provide important signals regarding the path of interest rates during the second half of the year.



Calendar

Mon.

9:45 am S&P final U.S. manufacturing PMI
10:00 am ISM manufacturing
10:00 am Construction spending
11:50 pm Minneapolis Fed President Neel Kashkari speech in South Korea
TBA Auto sales

Tue.

8:55 am Cleveland Fed President Beth Hammack speech
10:00 am Job openings
Earnings Dollar General*

Wed.

8:15 am ADP employment
9:00 am Federal Reserve governor Michael Barr speech
9:45 am S&P final U.S. services PMI
10:00 am Factory orders
10:00 am ISM services
2:00 pm Fed Beige Book
Earnings Broadcom, CrowdStrike

Thu.

8:30 am Initial jobless claims
8:30 am U.S. productivity
8:30 am Richmond Fed President Tom Barkin speech

Fri.

8:30 am U.S. employment report
8:30 am U.S. unemployment rate
8:30 am U.S. hourly wages
8:30 am Hourly wages year over year
3:00 pm Consumer credit

Sat.

12:00 pm Federal Reserve governor Michael Barr speech

Investment advisory services offered through SpirePoint Private Client, LLC, a registered investment advisor with the U.S. Securities and Exchange Commission. This material is intended for informational purposes only. It should not be construed as legal or tax advice and is not intended to replace the advice of a qualified attorney or tax advisor.

The Firm makes no representation as to the accuracy or completeness of information contained herein. Any forward-looking statements are based on assumptions, may not materialize, and are subject to change without notice. The information is based upon data available to the public and is not an offer to sell or solicitation of offers to buy any securities mentioned herein. Any investment discussed may not be suitable for all investors. Investors must make their own decisions based on their specific investment objectives and financial circumstances. Investments are subject to risk, including but not limited to market and interest rate fluctuations.

Any performance data represents past performance, which is no guarantee of future results. Prices/ yields/figures mentioned herein are as of the date noted unless indicated otherwise. All figures are subject to market fluctuation and change. Additional information available upon request. Comments regarding cryptocurrencies or cryptocurrency-based securities are for informational purposes only and do not constitute investment advice or a solicitation to buy or sell any cryptocurrency-related product. These products involve significant risks, including high price volatility, evolving regulations, limited market liquidity, and vulnerability to fraud and cyberattacks.

