

WEEKLY INSIGHT

June 24, 2026

The S&P 500 finished the week down 0.8% with weakness driven by the technology sector. The high-flying KOSPI Index in Korea took a 10% hit on Tuesday, which led to 4% declines domestically in the technology sector. Dispersion is a key theme in the markets in recent weeks. New 52-week highs and new 52-week lows both recorded a level over 1.5% among issues on the New York Stock Exchange. It was the first such occurrence since February of this year, which happened to precede the 9% correction in markets.

Energy continues to lag with oil prices dipping under \$70 per barrel. Yields moved lower on the week, which combined with lower oil prices, helped stage a rally in some homebuilder and consumer names. Amid the technology weakness, the biotech industry had an exceptional week. They recorded their largest 5 day gain relative to the NASDAQ Index in four years.

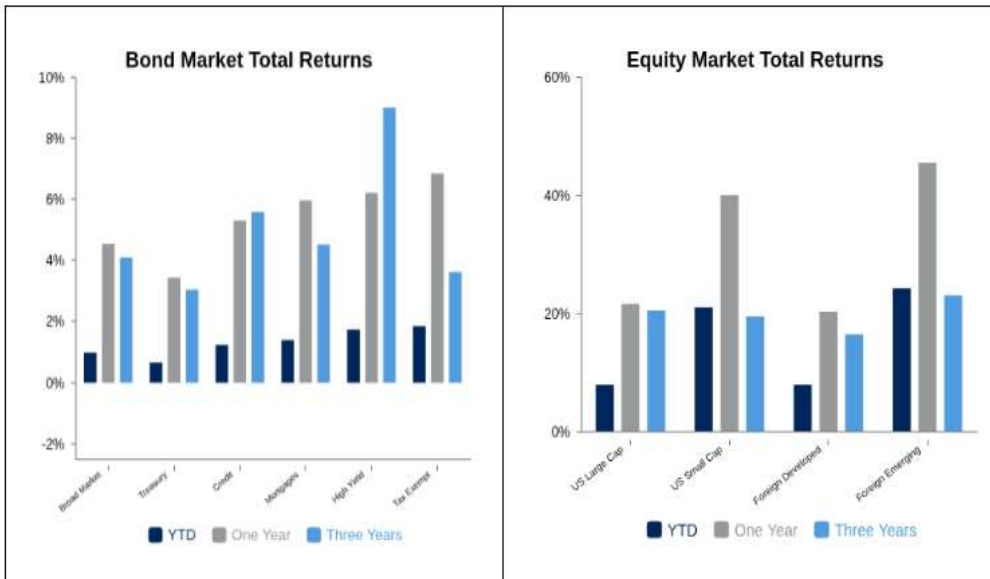
The space theme is taking a sizeable drawdown following the run-up to the SpaceX IPO. The Tema Space Innovators ETF (NASA) debuted in March to get ahead of the IPO. The ETF rallied 75% in just over a month but has now fallen 37% in just over three weeks. The 50% spike in SpaceX following its open has disappeared, but the stock is holding near its initial opening price as peers move noticeably lower.

Under the surface, the Russell 2000 continues to perform well. The Russell 2000 reached a new all-time high this week despite the NASDAQ being down more than 5%. Small caps have outpaced the NASDAQ by a sizeable 15% over the last 12 months. Small cap technology and hardware names have done especially well. Telecommunications, Health Care, and Renewable Energy Industry groups are all up more than 50% over the last year.

Economic data remains on pace

The Citi Surprise Index continues to hover near a 3-year high as the economic data comes in better than expected. GDP nowcasts sit around 3% and combined with 3% inflation nets to a nominal GDP running in the 6% area. This is clear of the above 25-year average of 4.6%.

This week saw the S&P 500 US Manufacturing PMI hit a three-year high. The labor market looks to be on solid footing. Jobless claims continue to reside near all-time lows. ADP weekly employment data suggests a potential acceleration in employment.



Interest Rates (%)	Current	12M Ago	3YR Ago
Fed Funds Rate (Upper b)	3.75	4.50	5.25
3-Month T-Bill	3.77	4.29	5.29
10-Year Treasury	4.39	4.29	3.73
30-Year Treasury	4.84	4.83	3.81
10-Year Corporate AA	5.15	5.09	4.48
10-Year High Yield Corp.	6.53	6.37	7.06

Commodity Prices (\$)	Current	12M Ago	3YR Ago
Gold (\$/oz.)	3,999	3,332	1,921
Oil (WTI, \$/barrel)	70.34	64.92	69.16

Currencies	Current	12M Ago	3YR Ago
USD (Dollar Index Spot)	101.61	97.68	102.90
USD/EUR	0.88	0.86	0.92
USD/JPY	161.78	145.24	143.70

Sources: BTC Capital Management, FactSet Research Systems Inc., Federal Open Market Committee (Federal Reserve) LSEG I/B/E/S, FTSE Russell (an LSEG Group company), S&P Global, U.S. Bureau of Labor Statistics, U.S. Census Bureau

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