



ALTUS

INVESTMENT

Market Update

June 2026

May Market Returns

Equity Indices

Index	1M Change %	YTD Change %	12M Change %
S&P 500	5.15%	9.92%	28.22%
NASDAQ Comp.	10.49%	19.13%	42.14%
FTSE 100	0.29%	4.71%	18.66%
Hang Seng Index	(2.30)%	(2.60)%	8.13%
Nikkei-225	11.88%	31.76%	74.71%
Euro Stoxx 50	2.87%	4.39%	12.74%
MSCI World Index	4.37%	9.11%	25.91%
MSCI EM	9.50%	24.93%	51.39%
Shanghai Comp.	(1.06)%	2.61%	21.54%
NIFTY 50	(1.87)%	(9.22)%	(4.86)%
Ibovespa Brazil	(7.22)%	7.86%	26.83%
S&P Merval Argentina	11.77%	3.76%	38.94%

Fixed Income Yields

Tenor	Yield %	1M Change (bps)	YTD Change (bps)
US 2Y	4.00%	14 bps	56 bps
US 10Y	4.44%	6 bps	31 bps
US 30Y	4.97%	1 bps	16 bps
UK 10Y	4.81%	(20) bps	31 bps
JGB 10Y	2.67%	14 bps	60 bps
DE 10Y	2.94%	(10) bps	8 bps
ETF	Yield %	1M Change %	YTD Change %
LQD <small>(Shares Inv. Grade Corp. Bond ETF)</small>	5.52%	(0.05)%	0.23%
HYG <small>(Shares (Box) High-Yield Corp. Bond)</small>	7.12%	(0.03)%	0.28%
EMB <small>(Shares J.P. Morgan EM Bond ETF)</small>	6.47%	(0.06)%	0.20%
EMLC <small>(V.E.J.P. Morgan EM Local Currency Bond)</small>	7.39%	0.02%	0.45%

Other Assets & FX Rates

Asset	Price (USD)	1M Change %	YTD Change %
Brent	92.0	(19.37)%	48.64%
Gold	4,540.3	(1.68)%	4.63%
Silver	75.3	2.10%	(1.31)%
Uranium	84.9	(1.79)%	3.73%
Soft Commodities	27.2	(2.78)%	6.51%
Bitcoin	73,582.0	(3.77)%	(16.56)%
Currency Pair	Rate	1M Change %	YTD Change %
EUR/USD	1.17	(0.61)%	(0.76)%
USD/JPY	159.3	1.71%	1.83%
GBP/USD	1.35	(1.09)%	(0.09)%
USD/CHF	0.78	(0.05)%	(1.36)%
USD/CAD	1.38	1.56%	0.70%
AUD/USD	0.72	(0.23)%	7.31%

June Outlook

- The markets are likely to focus much of the month on the SpaceX IPO, and given we are in uncharted territory, we will be interested to see what effect this has on market dynamics.
- Kevin Warsh will chair his first FOMC meeting as chairman of the Fed, with annual CPI running at 3.8% (the highest in 3 years). This will be the most eagerly awaited meeting for some time.
- We remain surprised by the oil prices being so low (yes, you read that correctly). If the Strait is not opened soon, we are surely going to get nearer to a reckoning day for the global economy.
- After taking a backseat for a while, it appears that the Ukraine war is picking up steam again. This conflict seemingly has no end in sight, but at this point a Russian escalation appears to be increasing.

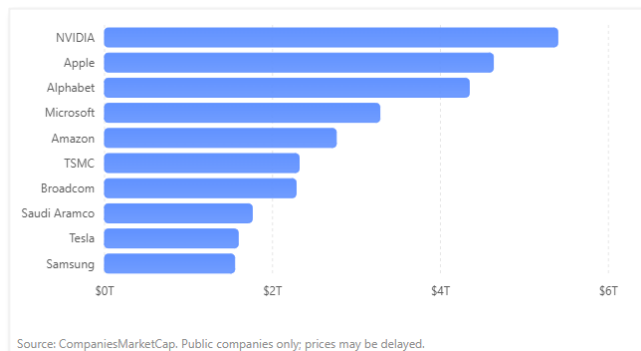
Interesting (Crazy) Numbers – AI Special

- \$3.75tn** – the estimated combined IPO values of SpaceX, OpenAI and Anthropic this year; more than all IPOs combined during the dotcom bubble.
- \$377bn** - market cap added to AI infrastructure in a single trading day on the 1st of June.
- \$500m** – in accidental Claude usage spend after one unnamed company had capped token limits.
- \$760bn** – Projected major U.S. hyperscaler capex on AI infrastructure over the next twelve months.
- \$80bn** – New stock issuance by Alphabet to fund AI Infrastructure, led by Berkshire Hathaway.
- 44%** - Of the US stock market is now AI & AI-related names (36% of this is the MAG7).
- \$2.9tn** – Expected Data Center build out by 2028.

What Has Caught Our Attention

Another Trillion-Dollar Valuation – So What?

- A trillion-dollar valuation was once a market talking point. It is now becoming a regular event. As of late May 2026, the number of companies valued at or above \$1 trillion had expanded to 15, overwhelmingly concentrated in listed mega-cap technology and technology-adjacent franchises. NVIDIA, Alphabet, Apple and Microsoft sit above \$3 trillion; Amazon and Broadcom above \$2 trillion; and semiconductors, platforms, energy, healthcare and consumer franchises now populate the wider club. What was once almost unthinkable has become increasingly normalized.

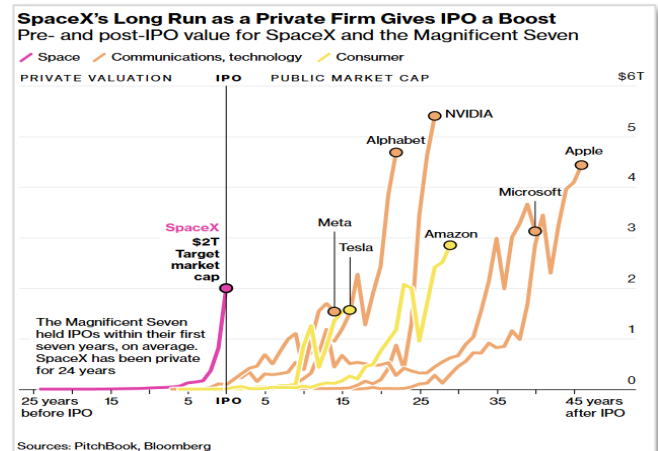


- That normalization matters. These companies are not merely large; they are structural features of global indices. Their scale concentrates market leadership, increases dependence on a narrow group of stocks, and makes valuation discipline harder to distinguish from momentum, liquidity and benchmark risk. The question is no longer whether companies can reach \$1 trillion, but whether investors have become too comfortable that simply being in the AI supply chain means it will all be “ok”.
- There is a credible fundamental case. Many of these businesses possess genuine structural earnings power and huge potential future growth. The AI cycle has amplified these advantages,

turning semiconductors into the physical layer of the digital economy and hyperscalers into essential infrastructure for computation.

Yet caution is warranted. Markets are increasingly willing to capitalize distant growth, platform optionality and winner-takes-most narratives. That does not make the valuations wrong, but it raises the burden of proof. At trillion-dollar scale, small changes in assumptions can create enormous changes in value.

The next test will come from private markets. SpaceX in the next few days, Anthropic in the next few months, and we expect OpenAI later in the year. All are private companies that will IPO at more than \$1trillion (unthinkable in the past!) These may be category-defining businesses, but they also raise hard questions around price, hype, liquidity, governance and capital intensity.



The normalization of the trillion-dollar valuation may be a “so what” story for investors, but its all happened a little too quickly for us to feel completely at ease. We struggle to identify a time in modern history where so little mattered except one theme. Technology is shifting faster than ever and such long-term capital commitments are not a risk-free bet.