

MARKET MONITOR

Month in Review: June 2026

Index	Asset Class	2026		2025
		Jun	YTD	
Equity Indexes		Total Returns		
Russell 3000	U.S. Equity	-0.53	10.88	17.15
S&P 500	Large Cap U.S. Equity	-1.22	10.21	17.88
Russell 1000	Large Cap U.S. Equity	-0.77	10.33	17.37
Russell 2000	Small Cap U.S. Equity	4.21	22.57	12.81
MSCI All Country World	Global Equity	-0.35	10.65	21.57
MSCI All Country World (Ex U.S.)	International Equity	0.15	9.21	32.94
MSCI Europe, Asia & Far East (EAFE)	International Developed Market Equity	1.04	9.82	31.89
MSCI Emerging Markets (EM)	International Emerging Market Equity	-2.54	23.94	34.36
Fixed Income Indexes				
Bloomberg U.S. Aggregate Bond	U.S. Investment Grade Bond	0.32	0.62	7.30
Bloomberg Municipal Bond	U.S. Investment Grade Muni Bond	0.92	2.32	4.25
Bloomberg Municipal Bond High Yield	U.S. Muni Bonds (Below Investment Grade)	1.32	4.09	2.46
Bloomberg U.S. Corp. High Yield	U.S. Corp Bonds (Below Investment Grade)	0.33	1.96	8.62
Index Blends: Stock/Bond				
80%/20%: Global Equity (MSCI All Country World) / U.S. Investment Grade Bond (Bloomberg U.S. Agg)		-0.65	9.17	19.25
60%/40%: Global Equity (MSCI All Country World) / U.S. Investment Grade Bond (Bloomberg U.S. Agg)		-0.41	7.07	16.21
40%/60%: Global Equity (MSCI All Country World) / U.S. Investment Grade Bond (Bloomberg U.S. Agg)		-0.17	4.94	13.20
20%/80%: Global Equity (MSCI All Country World) / U.S. Investment Grade Bond (Bloomberg U.S. Agg)		0.07	2.79	10.23
Data as of 6/30/2026. Sources are Ycharts for Index returns, and Envestnet Tamarac for Index Blend returns, based on monthly rebalancing.				

Please see important disclosures at end of this report.

Market Overview

The S&P 500 edged higher as investors balanced easing inflation trends with a cautious Federal Reserve outlook. Gains were led by large-cap technology, while energy and cyclical sectors were mixed amid volatile oil prices and geopolitical uncertainty. Market breadth remained narrow, with mega-cap growth continuing to drive most of the index's performance. Despite rate uncertainty, stable earnings expectations helped keep valuations largely range bound.¹

Developed international equities (MSCI EAFE) gained +1.04% in June 2026, while emerging markets (MSCI Emerging Markets) declined -2.54%, according to MSCI index return data. The divergence reflected relatively stable conditions in developed markets such as Europe and Japan, while emerging markets were weighed down by weaker risk sentiment, a stronger U.S. dollar, and softer growth expectations in key regions like China. Overall, investors favored developed market exposure over more cyclical emerging market assets during the month.²

Treasury yields were volatile throughout June as investors reassessed the outlook for Federal Reserve policy. Following a weaker than expected jobs report, the 10-year Treasury yield retreated from above 4.5%, boosting bond prices and reducing expectations for additional near-term rate hikes. Markets remained focused on the Fed's data-dependent approach as fixed income investors looked for further clarity on the path of monetary policy.³

June economic data pointed to moderating U.S. growth, highlighted by payroll gains of just 57,000 well below expectations and downward revisions to prior months' employment data. While hiring slowed, steady wage growth and a resilient labor market suggested the economy continues to expand at a more measured pace. Investors also monitored inflation trends and energy prices for signs of easing price pressures heading into the second half of the year.⁴

Reference(s):

- 1) "Stock Market Up as Inflation War Continues." CNN Business, 1 Jul. 2026, <https://www.cnn.com/2026/07/01/business/stock-market-up-inflation-war>
- 2) "Market Cap Indexes." MSCI, Jul. 2026, <https://www.msci.com/indexes/category/market-cap-indexes>
- 3) "Bonds Catch a Break from the Noisy Jobs Report." Barrons, 2 Jul. 2026, https://www.barrons.com/articles/bonds-jobs-fed-rate-hike-a93aed62?mod=searchresults_article&pos=2
- 4) "Bonds Catch a Break from the Noisy Jobs Report." Barrons, 2 Jul. 2026, https://www.barrons.com/articles/bonds-jobs-fed-rate-hike-a93aed62?mod=searchresults_article&pos=2

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Reference to market index information is included for illustrative purposes only, as it is not possible to directly invest in an index. Indexes are unmanaged, hypothetical vehicles that serve as market indicators. Index total return performance data reflects the assumptions of the reinvestment of interest and dividends but does not include the deduction of fees or transaction costs which otherwise reduce performance of an actual portfolio. The blended indexes are shown for informational purposes only and are not representative of any particular investment or plan.

Index Definitions:

Russell 3000 – Index comprised of 3,000 largest U.S. stocks by market capitalization.

Russell 1000 – Index comprised of 1,000 largest U.S. stocks by market capitalization.

Russell 2000 – Index comprised of 2,000 smaller U.S. stocks by market capitalization within the Russell 3000.

S&P 500 – Compilation of 500 major U.S. stocks meeting certain criteria; market capitalization and float-weighted.

MSCI All Country World – Global equity index across market capitalizations with about 2,800 constituents, representing about 85% of the free float-adjusted market capitalization across 23 developed and 27 emerging markets.

MSCI All Country World ex USA – Global equity index across market capitalizations, which excludes the U.S., with about 2,300 constituents which represents free float-adjusted market capitalization across 22 developed and 27 emerging markets.

MSCI Europe, Asia & Far East (EAFE) – International equity index across market capitalizations, which excludes North America, with about 840 constituents which represents free float-adjusted market capitalization across 21 developed markets.

MSCI Emerging Markets (EM) – International equity index across market capitalizations with about 1,400 constituents which represents free float-adjusted market capitalization across 27 emerging markets.

Bloomberg U.S. Aggregate Bond – Widely followed bond benchmark comprised of investment grade, U.S. dollar denominated, fixed rate taxable bonds including Treasuries, government-related, corporate, mortgage-backed, and agency.

Bloomberg Municipal Bond – Broad benchmark of the US municipal tax-exempt investment grade bond market.

Bloomberg Municipal High Yield Bond – U.S. index of municipal bonds that are either not rated or rated below investment grade.

Bloomberg U.S. Corporate High Yield Bond – Index of fixed rate U.S. dollar denominated corporate bonds rated BB+ or below by Fitch and S&P.

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