



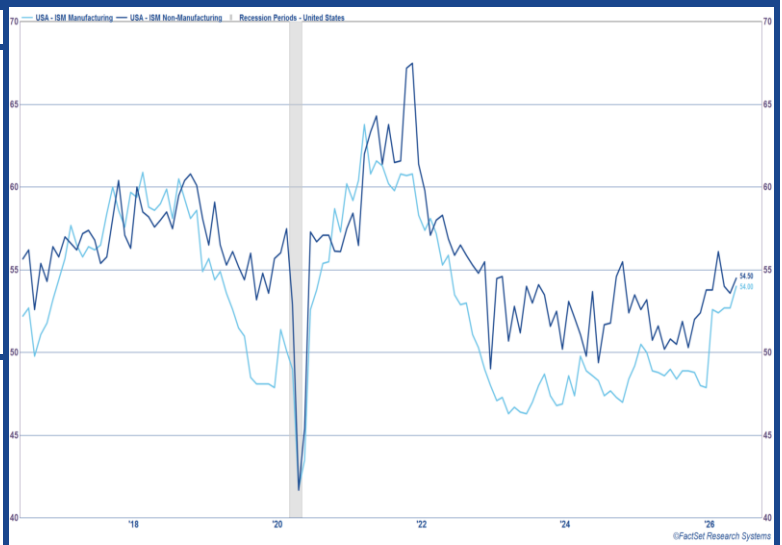
Economic & Market Commentary

Equity markets finished the week lower as a combination of firm economic data and rising interest rates weighed on sentiment. Despite continued resilience in underlying fundamentals, a rotation out of technology and AI-related leadership contributed to a sharp market decline on Friday. This repositioning came alongside a series of better-than-expected economic reports, which reinforced the strength of the underlying economy but simultaneously introduced renewed pressure on interest rates. As has been seen in prior periods, stronger data has increasingly been interpreted through the lens of monetary policy, rather than purely as a positive signal for growth. Labor market data was also a key focus, with the May nonfarm payroll report coming in significantly stronger than consensus expectations (172k vs100k), reinforcing the view of a resilient employment backdrop. March and April payrolls were revised higher as well with revisions of +29k and +64k, respectively. Complementing this, the April JOLTS report also surprised to the upside, suggesting continued demand for labor. Additional economic indicators further supported solid economic fundamental's theme, as both May ISM manufacturing and services reports exceeded expectations, indicating ongoing expansion across key sectors. However, these ISM reports highlighted growing concerns among respondents around rising input costs, continued inflation pressures, and growing supply chain disruptions, suggesting that underlying risks remain present. Together, these reports point to an economy that remains stable, though not without emerging headwinds. Bond yields moved higher throughout the week, driven by a combination of stronger economic data and rising oil prices tied to ongoing uncertainty surrounding the Iran war. The increase in yields contributed to a flattening of the yield curve, reflecting both policy uncertainty and evolving expectations around future growth and inflation.

Index Total Returns - June 5, 2026

	1-Wk	YTD	1-Yr
MSCI-Emerging	-1.94	23.18	47.99
Russell 2000	-2.91	14.71	36.83
S&P 400	-0.82	12.35	23.99
NASDAQ	-4.65	10.92	34.06
S&P 500	-2.55	8.43	25.85
MSCI-Developed	-1.39	7.85	19.84
Dow Jones	-0.21	6.63	22.23
Barclay's U.S. Bond Index			
Municipal	0.39	1.74	7.16
High Yield	-0.42	1.26	6.78
5-year Muni	0.22	0.84	4.31
Int. Gov. Credit	-0.47	-0.17	3.65
Aggregate	-0.54	-0.17	4.43

ISM Manufacturing and Service



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	3.84	3.78	4.08
U.S. 2-Yr	4.16	4.00	3.92
U.S. 3-Yr	4.22	4.05	3.90
U.S. 5-Yr	4.28	4.14	3.99
U.S. 10-Yr	4.54	4.44	4.39
U.S. 30-Yr	5.01	4.98	4.88

S&P 500 Sector Total Returns - June 5, 2026

Sector	1-Wk	YTD	1-Yr
Energy	2.49	29.18	45.74
Info Tech	-5.39	17.14	44.42
Industrials	0.62	12.68	22.96
Real Estate	1.55	12.30	12.13
Materials	-1.14	10.67	16.45
Consumer Staples	1.05	8.62	5.90
Comm. Services	-3.91	5.04	33.70
Utilities	-0.19	4.65	12.88
Health Care	2.31	-0.71	17.02
Con. Discretion	-6.11	-2.25	12.67
Financials	1.39	-4.00	4.88

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	3.47	3.53	3.85
U.S. AA	3.50	3.55	3.92
U.S. A	3.85	3.90	4.31
U.S. Baa	4.43	4.48	4.82
U.S. Municipal	3.62	3.67	4.04
Michigan	3.77	3.80	4.20

Index Characteristics	P/E	P/E NTM	Dividend
	NTM	10yr-Avg.	Yield
S&P 500 - Large Cap	20.77	19.38	1.05
S&P 400 - Mid Cap	16.12	16.40	1.22
S&P 600 - Small Cap	15.26	16.63	1.45