

# WEEKLY MARKETS ROUND-UP

## Executive Summary

1<sup>st</sup> June 2026

**Top news: US/Iran still ringfencing around a possible MoU, ISM PMIs today and Wednesday, NFPs on Friday** – Last week, US markets continued to grind higher for an 8th consecutive week. For now, a draft MoU between the US and Iran seems to have been tentatively agreed at the negotiating level yet still awaits Trump's sign-off and confirmation from senior Iranian leadership. Brent has already sold off aggressively (down -22% from its war high) yet could come back with a vengeance if the MoU was dropped. Macro-wise, last Thursday's PCE did offer some relief with Core PCE rising +0.2% MoM vs +0.3% exp. The annual trajectory, however, remains well above target. Also last Thursday, the Q1 GDP preliminary estimate was revised down to +1.6% from +2.0% initially, while the report from the BEA mostly surprised in relation to the personal savings rate, which fell to 2.6% – its lowest level since Jun-22 (see next page for a possible link to consumption and then profit margins). This week, the US ISM Manufacturing data is expected later today at 53.3, while the ISM Services will follow on Wednesday at 53.8 (hence both are expected well in expansion territory). Finally, we will await the US Non-Farm Payrolls on Friday. These are expected around 95k (vs 115k last month) with unemployment stable at 4.3%. Average hourly earnings will be scrutinized as any further deceleration below 3.6% YoY would confirm negative real wages growth considering that Headline CPI is currently around 3.8% p.a.

**Equities:** S&P500, NDX, the DJIA or the Nikkei are all at fresh ATHs, up resp. 11, 20, 6 and 32% YTD. These are mostly Overbought on our table below and may see some short term retracement. Europe may also consolidate a bit further.

**Fixed Income:** US and German 10Y yields retraced back further last week as optimism over the negotiated MoU kept growing. While this consolidation may continue, we believe the trend is still heading higher on yields into the Summer.

**Forex:** last week, the US Dollar was generally a bit lower as the Gulf risk premium receded and the PCE data cooled modestly. Any MoU confirmation would accelerate this decline, although this morning USD has held up well.

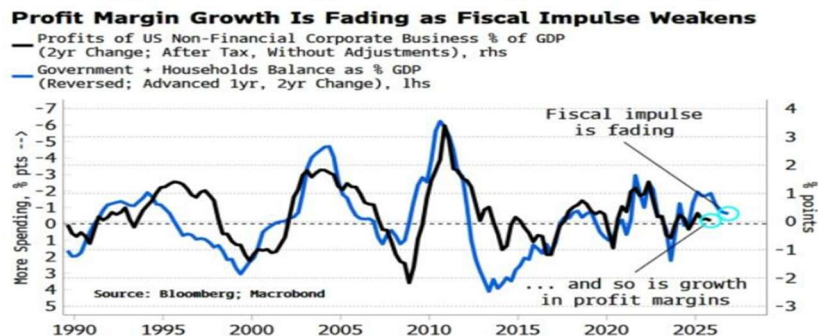
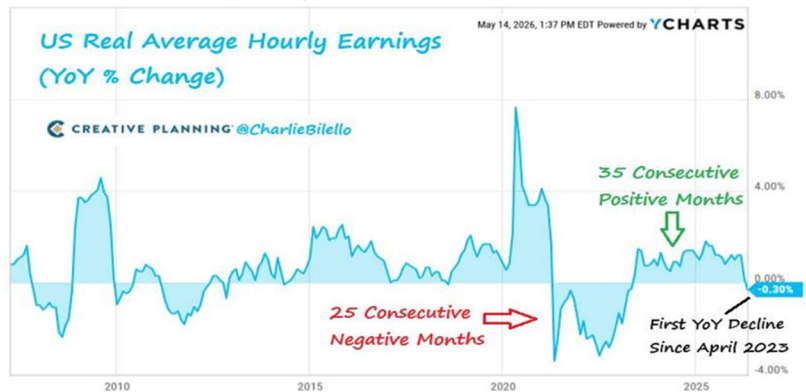
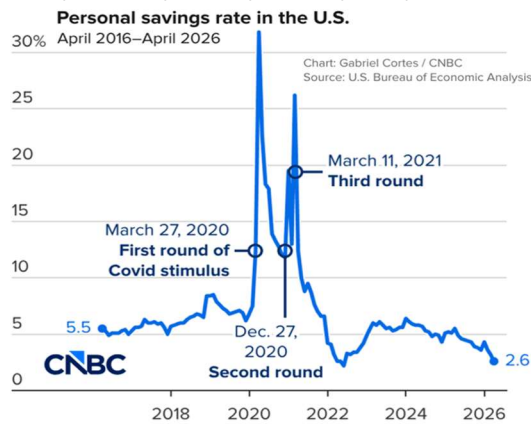
**Commodities:** Brent at 92 \$/bbl is now neutral on our exaggeration measure below, yet remains for now in an uptrend. Gold did dip below 4'400 USD/oz again last week as its consolidation lingers on. We remain long term positive on it.

	Currencies	Price	Performance since 52 Week Low			Performance since 52 Week High			Performance	Trend	Exaggeration
			Date Low	Low Price	Rise %	Date High	High price	Decline %			
S&P500 Index	USD	7'580	Jun-25	5'936	27.7%	May-26	7'580	0.0%	10.7%	up	slightly OB
Nasdaq100 Index	USD	30'333	Jun-25	21'492	41.1%	May-26	30'333	0.0%	20.1%	up	OB
Dow Jones Industrials Index	USD	51'032	Jun-25	42'172	21.0%	May-26	51'032	0.0%	6.2%	neutral	slightly OB
EuroStoxx50	EUR	6'051	Aug-25	5'166	17.1%	Feb-26	6'173	-2.0%	4.5%	neutral	neutral
Swiss Market Index	CHF	13'543	Aug-25	11'755	15.2%	Feb-26	14'014	-3.4%	2.1%	neutral	neutral
Nikkei225	JPY	66'435	Jun-25	37'447	77.4%	May-26	66'435	0.0%	32.0%	up	slightly OB
Shanghai Composite	CNY	4'072	Jun-25	3'347	21.7%	May-26	4'243	-4.0%	2.6%	neutral	neutral
US 10Y Treasury Yield	%	4.44%	Oct-25	3.95%	0.5%	May-26	4.67%	-0.2%	0.3%	up	slightly OB
German 10Y Bund Yield	%	2.93%	Jun-25	2.48%	0.5%	May-26	3.19%	-0.3%	0.1%	up	neutral
US 20Y Treasuries (TLT ETF, 17-18Y duration)*	USD	86	Jun-25	81	6.1%	Feb-26	89	-4.1%	0.1%	neutral	neutral
US Investment Grade (LQF ETF - 8-9Y duration)*	USD	109	Jun-25	102	7.4%	Mar-26	110	-0.7%	1.1%	neutral	neutral
US High Yield (HYG ETF, 3-4Y duration)*	USD	80	Jun-25	75	7.6%	Apr-26	80	-0.0%	1.7%	neutral	neutral
EM USD Sovereigns (EMB ETF, 7-8Y duration)*	USD	96	Jun-25	86	12.0%	Mar-26	97	-0.3%	1.8%	neutral	neutral
EUR/USD		1.17	Jun-25	1.14	2.6%	Jan-26	1.20	-3.1%	-0.7%	neutral	neutral
GBP/USD		1.35	Nov-25	1.30	3.3%	Jan-26	1.38	-2.8%	-0.1%	neutral	neutral
USD/JPY		159	Jun-25	143	11.6%	Apr-26	160	-0.7%	1.7%	neutral	neutral
USD/CHF		0.78	Jan-26	0.76	2.4%	Jun-25	0.82	-5.2%	-1.5%	neutral	neutral
AUD/USD		0.72	Aug-25	0.64	11.9%	May-26	0.73	-1.0%	7.7%	neutral	neutral
Brent Oil (per Barrel)	USD	92	Dec-25	59	56.2%	Apr-26	118	-22.0%	51.3%	up	neutral
Gold Spot (per Ounce)	USD	4'543	Jun-25	3'274	38.8%	Jan-26	5'416	-16.1%	5.2%	neutral	neutral

# WEEKLY MARKETS ROUND-UP

## Spending focus: savings' drop, negative real wages, could margins be next?

After 35 months of positive real wage growth, April marked the first YoY decline since Apr-23 (at -0.3%, top-right graph). Consumers have so far absorbed this squeeze by drawing on savings, and the personal savings rate has fallen from 5% last year to 2.6% in April (top-left). This is one of the lowest readings in 65 years (along with 2022, and previously, only the 2006-08 period). The pandemic buffer hence seems exhausted, while the effects of previous stimulus are probably fading. In this context, the recent sharp drop in consumer sentiment is rather concerning, as it typically leads household spending, which has been holding up for now, by circa 18 months (bot-left). In the current context, the savings drawdown could exacerbate the phenomenon, while the US Consumer still represents circa 70% of US real GDP (the rest is mainly Government and a bit of foreign demand). Hence, one may wonder how the current record margin growth can be sustained, as US non-financial corporate profit margins usually track government and household fiscal impulses with a 1-2 year lag (bot-right). Any drop in Friday's average hourly earnings may confirm further deceleration in real wages and accelerate the deterioration timeline.



### Notes:

- Trend last 6 months:** this Primis original algorithm, weighs the slope of the trend over the last 6 months vs the slope of the trend over the last 3 months yet factorised by the Fibonacci retracement ratio (0.618). Values are normalised using the average price over each period. If this combined slope is above +0.08% the trend is then "up", below -0.08% then "down", otherwise it is "neutral".
- Overbought (OB) / Oversold (OS) measures:** this Primis original algorithm is computed by comparing the difference between the 8 days moving average and the 100 days combined with the 3 days vs the 15 days one and normalises this difference by dividing it by the 1 year standard deviation (circa 260 open market days). Values above 225% or under -225% are Overbought "OB", resp. Oversold "OS", values above 100% or under -100% are "slightly OB", resp. "slightly OS", otherwise there is no relevant exaggeration and the situation is then "neutral".

**Disclaimer:** The information in this document is being provided for general market commentary and information purposes. This document does not constitute a solicitation or offer, or recommendation to acquire or dispose of any investment or to engage in any other transaction. Any reference to a transaction, trade, position, holding, security, market, or level is purely meant to educate readers about possible opportunities and risks in the marketplace and are not meant to imply that any person or entity should take any action whatsoever without first evaluating such action(s) in light of their own situation either on their own or through a professional advisor. If a person or entity does not believe they are qualified to make such decisions, they should seek professional advice. The prices listed are for reference only and are in no way intended to represent an actual trade. This information is not a substitute for professional advice of any nature, including tax, legal, and financial. While we believe the information contained herein to be accurate, all numbers should be verified by the reader through independent sources. Primis Investment (Suisse) SA assumes no responsibility for errors or omissions in the contents of this document. In no event shall Primis Investment (Suisse) SA be liable for any special, direct, indirect, consequential, or incidental damages or any damages whatsoever, whether in an action of contract, negligence, or other tort, arising out of or in connection with the contents of this document or any related services. Trading securities, options, futures, or any other security involves risk and can result in the immediate and substantial loss of the capital invested. Every reader/recipient is responsible for his or her own investment decisions. Primis Investment (Suisse) SA reserves the right to make additions, deletions, or modifications to the contents of this document and related services at any time without prior notice.



**Primis Investment (Suisse) SA**  
5 rue Jacques-Balmat, 1204 Geneva –Switzerland  
T: + 41 22 570 60 80

[wealth-management@primis.swiss](mailto:wealth-management@primis.swiss)

[www.primis.swiss](http://www.primis.swiss)

@Copyright 2025 Primis Investment (Suisse) SA