TBC CAPITAL

WEEKLY GLOBAL MARKETS WATCH

1 JUNE 2026

Rati Tsiklauri
Senior Analyst, Global Market Research

Gega Kakhiani
Senior Analyst, Global Market Research

GLOBAL ASSETS SNAPSHOT

Source: Bloomberg

	RETURN IN LOCAL CURRENCY (%)		
EQUITY INDICES	WEEKLY	MONTHLY	YTD
SP500 (US)	1.4%	6.2%	10.7%
STOXX50 (EA)	0.5%	4.0%	4.5%
FTSE100 (UK)	-0.5%	1.9%	4.7%
TOPIX (JAPAN)	1.7%	6.1%	16.1%
CSI300 (CHINA)	1.0%	1.7%	4.8%

Source: Bloomberg

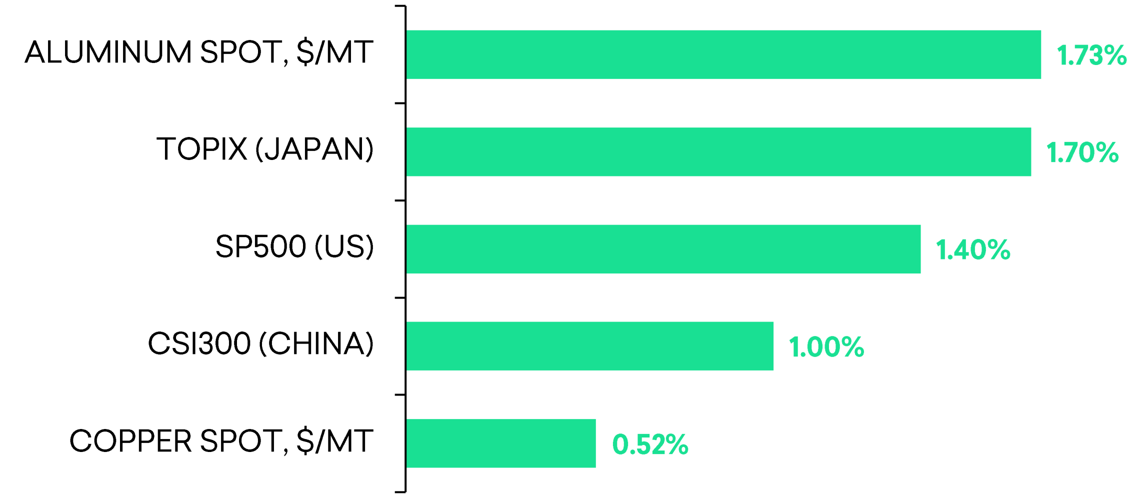
	10-YEAR GOVERNMENT BOND YIELD, %		
REGIONS	CURRENT	1W AGO	1M AGO
UNITED STATES	4.45	4.57	4.41
UNITED KINGDOM	4.81	4.91	5.07
GERMANY	2.93	3.03	3.11
JAPAN	2.66	2.76	2.46
CHINA	1.73	1.75	1.74

Source: Bloomberg

	COMMODITY PRICES		
COMMODITIES	CURRENT	1W AGO	1M AGO
BRENT CRUDE OIL, $/BRL	92	100	110
GOLD SPOT, $/OZ	4496	4535	4596
SILVER SPOT, $/OZ	76	77	73
COPPER SPOT, $/MT	13615	13545	12992
ALUMINUM SPOT, $/MT	3770	3706	3604

BEST & WORST PERFORMING ASSETS

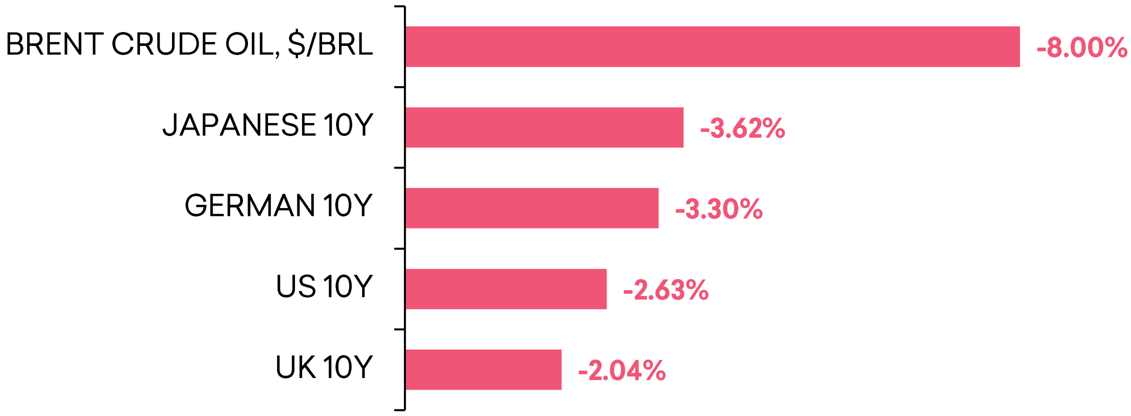
5 BEST PERFORMERS FOR THE PAST WEEK



Source: Bloomberg

5 WORST PERFORMERS FOR THE PAST WEEK

Source: Bloomberg



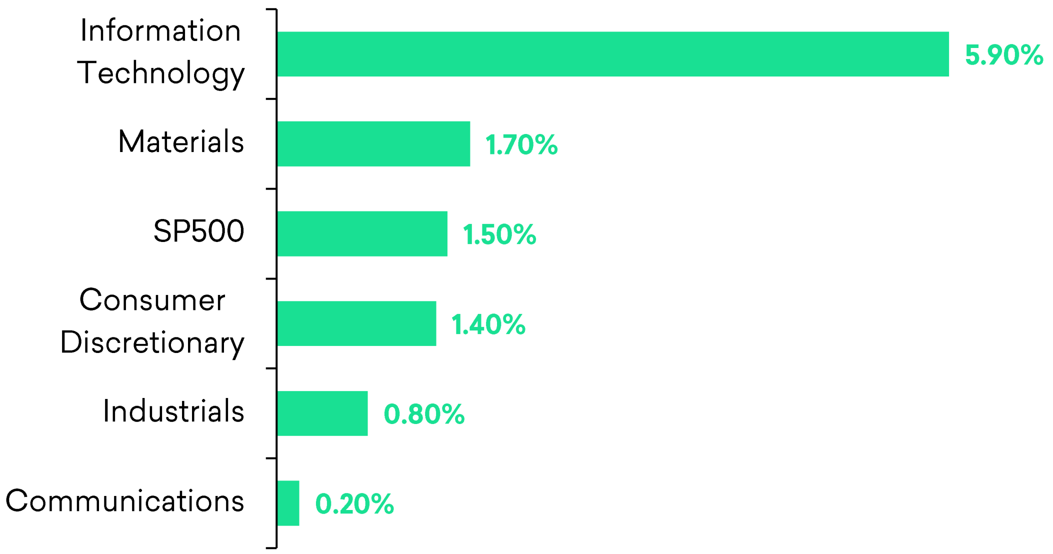
OVERVIEW OF THE PERFORMANCES

Global asset performance during the week ending May 29 showed a clear risk-on but selective tone. Equities broadly outperformed, led by TOPIX (+1.7%), S&P 500 (+1.4%), and CSI300 (+1.0%), while industrial metals also held up well, with aluminum (+1.73%) and copper (+0.52%) among the best performers. The key driver was easing geopolitical risk premium around the Middle East, as markets increasingly priced the possibility of a U.S.–Iran deal and a reopening of the Strait of Hormuz, while AI/chip optimism continued to support U.S. and Asian equities. The S&P 500 and Nasdaq reached record closing highs during the week, helped by strength in technology and chip stocks.

The biggest move was the sharp fall in Brent crude (-8.0%), which looks less like a demand-collapse signal and more like a removal of war-related supply risk from oil prices. At the same time, 10-year government bond yields declined across major markets — Japan, Germany, the U.S. and UK all fell — which should not be read as "bond underperformance"; lower yields usually mean higher bond prices.

BEST & WORST PERFORMING US SECTORS

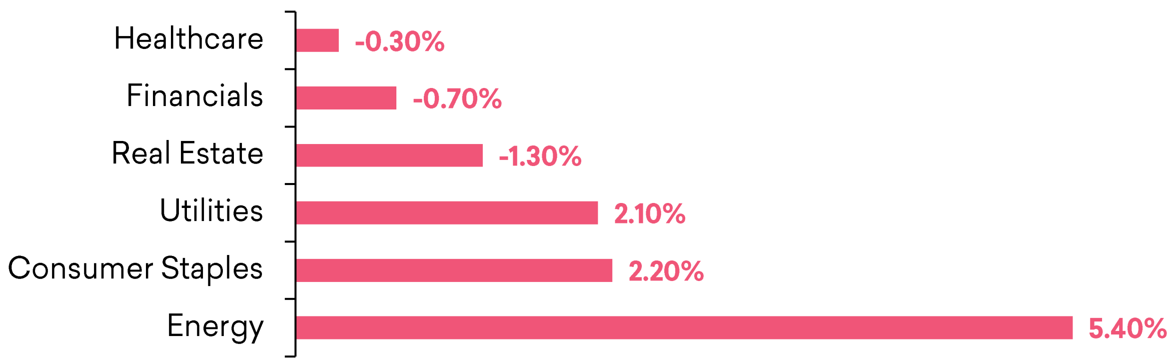
US SP500 SECTORS – WEEKLY GAINERS



Source: Bloomberg

Source: Bloomberg

US SP500 SECTORS – WEEKLY LOSERS



OVERVIEW OF THE PERFORMANCES

U.S. sector performance for the week ending May 29 was strongly growth-led and AI-led, with Information Technology (+5.9%) far ahead of every other sector. This explains why the S&P 500 still gained around 1.5% even though sector breadth was not very strong. Materials, Consumer Discretionary and Industrials also finished positive, which suggests investors were willing to add cyclical exposure as geopolitical stress eased and equity risk appetite improved. The key story was renewed enthusiasm around AI, chips and tech earnings momentum: Wall Street hit fresh closing highs during the week as Dell results lifted technology shares, while investors also watched potential U.S.–Iran deal headlines. The loser side tells the other half of the story: Energy (-5.4%) was the clear laggard as oil prices sold off sharply, with Brent dropping as markets priced lower Middle East supply-risk premium and waited for U.S.–Iran peace/de-escalation updates. Defensive sectors also underperformed, with Consumer Staples, Utilities, Real Estate and Healthcare all negative, showing that investors were rotating away from safety and income-style sectors into higher-beta growth and cyclical names. So the right reading is not simply "everything rallied"; it was a selective risk-on week dominated by AI/tech leadership and oil-risk-premium removal.

MACRO-GEOPOLITICAL UPDATE

TRUMP SAYS DEAL WILL "WORK OUT WELL" DESPITE RENEWED CLASHES

U.S.–Iran negotiations remain active but fragile, as both sides continue working toward an interim arrangement that could extend the ceasefire, reopen the Strait of Hormuz and ease restrictions on Iranian ports. President Trump signaled optimism that a deal would "work out well," but Tehran accused Washington of sending conflicting signals and violating the ceasefire, especially after renewed U.S. strikes on Iranian radar and command-and-control sites. Key sticking points remain unresolved, including Iran's demand for greater control over maritime traffic through Hormuz, the release of frozen Iranian funds, and the handling of Iran's highly enriched uranium stockpiles. The broader regional picture remains tense, as negotiations continue alongside military escalation. Iran-linked forces and U.S. assets exchanged attacks near the Gulf, while Kuwait intercepted missile and drone threats, underscoring the risk that localized clashes could still derail diplomacy.

US CORE PCE PRICE INDEX RISES LESS THAN EXPECTED IN APRIL

The core personal consumption expenditure price index, or PCE, showed that inflation rose slightly less than expected on a month-over-month basis in April. Meanwhile, growth in consumer spending continued to outpace growth in personal income. In April, personal income stalled, with 0% change month to month. Core PCE, the measure that the Federal Reserve prefers to gauge the underlying inflation trend, showed that inflation is persisting at a level well above the central bank's goal of 2%. The core PCE number excludes food and energy, which can swing from month to month. The core PCE Price Index increased 0.2% M/M in April, less than the +0.3% consensus and slowing from +0.3% in March. On a year-over-year basis, that comes to a 3.3% inflation rate, in line with the consensus and a touch hotter than the +3.2% increase in March.

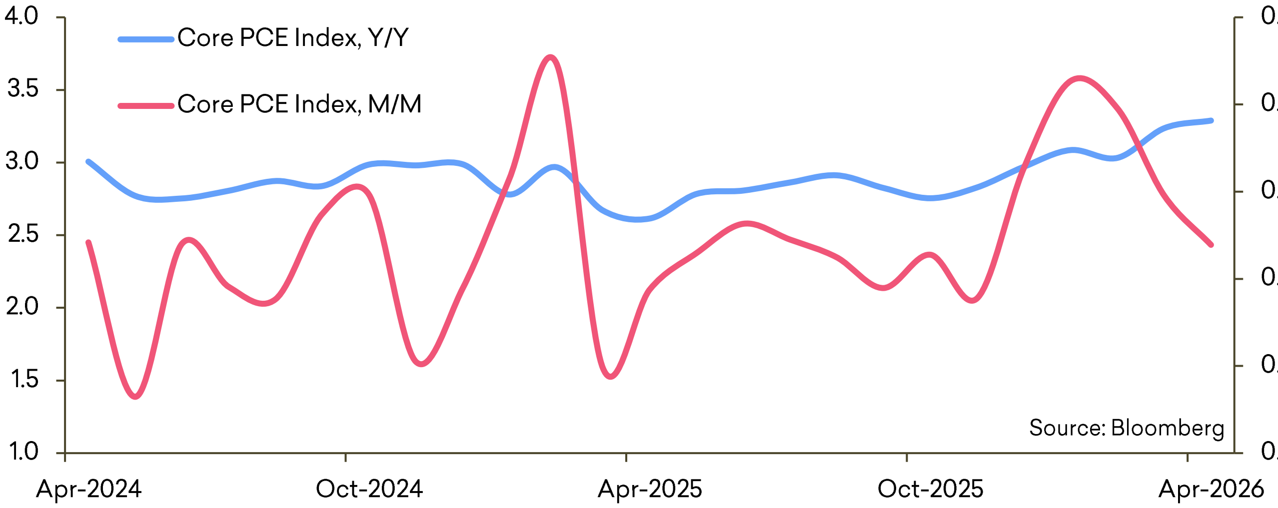


CHART OF THE WEEK

US SPACE STOCKS RISE ON SPACEX IPO HYPE

Shares of U.S. space companies rallied during past week as investors bet that rocket company SpaceX's mammoth market listing could force Wall Street to fundamentally rethink how it values the space economy.

The Elon Musk-led company last week took the wraps off its filing for an initial public offering (IPO), which showed how the rocket maker is betting its future on transitioning into an AI powerhouse.

"SpaceX going public has acted as a lens to focus the investment community on space travel and related support systems," said Peter Andersen, founder at Andersen Capital Management.

"So it doesn't surprise me that investors are starting to look at the entire sector and (space) stocks have gained more attention than usual."

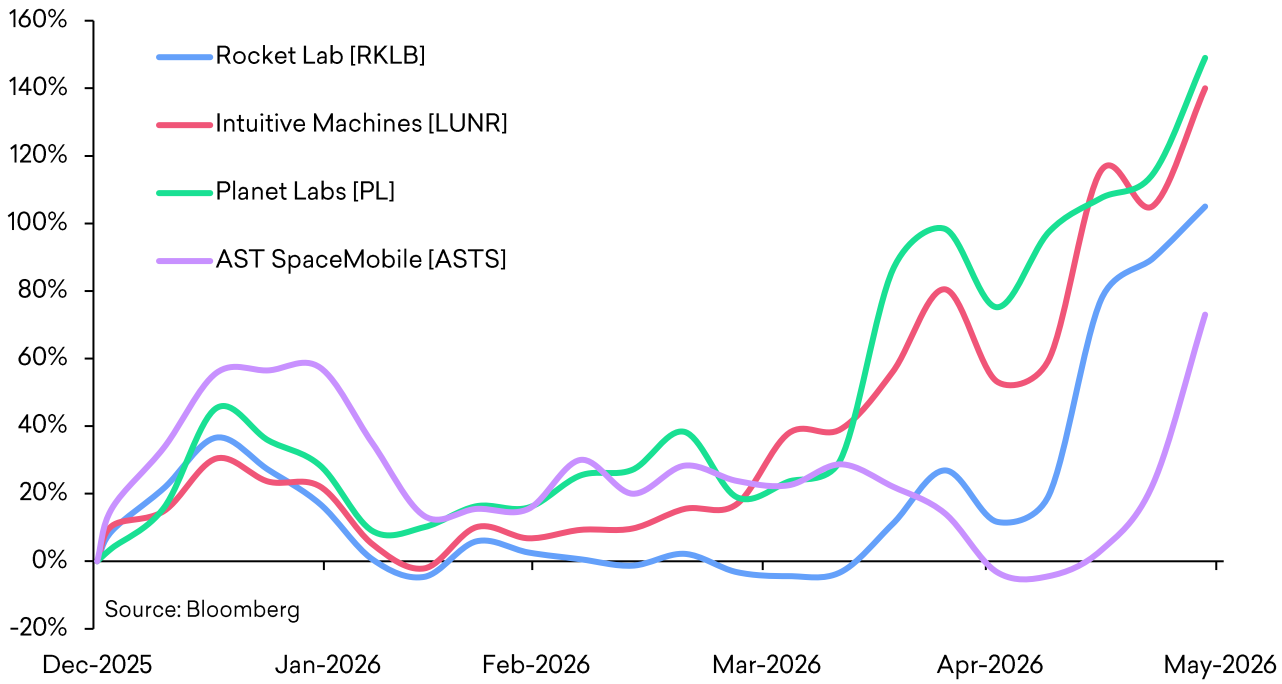
Shares of Rocket Lab (RKLB.O), opens new tab inched 0.7% lower in choppy trading while Planet Labs (PL.N), opens new tab rose 1.8%, following gains of about 14% each in the last two sessions.

Intuitive Machines (LUNR.O), opens new tab was up 8.5%, AST SpaceMobile (ASTS.O), opens new tab jumped 4.8%, while Virgin Galactic (SPCE.N), opens new tab added 1%.

Publicly traded companies could benefit from renewed investor attention if SpaceX succeeds in sustaining the massive valuation it is eyeing, which is based largely on expectations of long-term infrastructure dominance and future growth rather than near-term earnings.

Poised to become the first trillion-dollar U.S. market debut, the listing could immediately cement SpaceX as one of the world's most valuable publicly traded firms. It could also have sweeping implications for other listed space companies, many of which have struggled to sustain premium valuations despite growing demand for satellite communications, launch services and defense-related off-planet infrastructure.

YTD %-RETURNS OF SPACE-RELATED STOCKS



WEAK AHEAD

UPCOMING EARNINGS

DAY	BEFORE OPEN	AFTER CLOSE
Monday		HEWLETT PACKARD [HPE]
Tuesday		PALO ALTO NETWORKS [PANW]
Wednesday		BROADCOM [AVGO]
Thursday	CIENA CORPORATION [CIEN]	
Friday	ABM INDUSTRIES INCORPORATED [ABM]	

ECONOMIC CALENDAR

EVENT	DATE	FORECAST	PREVIOUS
MBA Mortgage Applications	Wednesday		1.7%
EU April Final - CPI	Wednesday	3.0%	3.0%
UK - CPI	Wednesday	3.0%	3.0%
S&P Global US Manufacturing PMI	Thursday	53.8	54.5
Initial Jobless Claims	Thursday	210k	211k
U. of Mich. Sentiment	Friday	48.2	48.2

LEGAL NOTICE

This publication (the "Publication") has been prepared and distributed by TBC Capital LLC ("TBC Capital") member of TBC Bank Group PLC ("Group") for informational purposes only and independently of the respective companies mentioned herein.

TBC Capital is operating and performing its professional services on the territory of Georgia and is duly authorized to prepare and distribute this Publication on the territory of Georgia.

Nothing in this Publication shall constitute an offer or invitation to treat to solicit buying or selling or subscribing any assets and/ or securities and nothing herein shall form the basis of any contract or commitment whatsoever or shall be considered as a recommendation to take any such actions.

Since distribution of this Publication may be restricted by law in certain jurisdictions, persons into whose possession this Publication comes are required by TBC Capital to inform themselves about and to observe any and all restrictions applicable to them.

As this Publication is not directed to or intended for distribution, directly or indirectly, to or use by any person or entity in any jurisdiction where such distribution, publication, availability or use would be contrary to the applicable law or which would require any registration or licensing within such jurisdiction, neither TBC Capital nor any member of the Group nor any of their respective director(s), partner(s), employee(s), affiliates, adviser(s) or agent(s) ("Representatives") accept any direct or indirect liability to any person in relation to the publication, distribution or possession of this Publication in or from any jurisdiction.

This Publication is not intended to provide any investment, business, tax and/or legal advice, and credit or any other evaluation. Recipients of this Publication are strongly required to make their own independent investigation and detailed appraisal of the matters discussed herein. Any investment decision should be made at the investor's sole discretion and consideration. Any and all information contained in this Publication is subject to change without notice, and neither TBC Capital nor any member of the Group nor any of their Representatives are under any obligation to update or keep information contained in this Publication.

Distribution of this Publication, at any time, does not imply that information herein is correct, accurate and/or complete as of any time after its preparation date or that there has been no change in business, financial condition, prospects, credit worthiness, status or affairs of the respective companies or anyone else since that date. Accordingly, this Publication should not be considered as a complete description of the markets, industries and/or companies referred to herein and no reliance should be placed on it. TBC Capital does not undertake to update this Publication or to correct any inaccuracies therein which may become apparent.

The Publication may include forward-looking statements, but not limited to, statements as to future operating results. Any "forward-looking statements", which include all statements other than statements of historical facts, involve known and unknown risks, uncertainties and other important factors beyond TBC Capital's control that could cause the actual results, performance or achievements to be materially different from future results, performance or achievements expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding present and future business strategies and the environment operating in the future. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. No assurances can be given that the forward-looking statements in this document will be realized. TBC Capital does not intend to update such forward-looking statements.

Opinions, forecasts, estimates and/or statements relating to expectations regarding future events or the possible future performance of investments represent TBC Capital's own assessment and interpretation of information available to it currently from third party sources. Information obtained from the third party sources believed to be reliable, but that there is no guarantee of the accuracy and/or completeness of such information.

TBC Capital does and seeks to do and any member of the Group may or seek to do business with companies covered in this Publication. Thus, investors should be aware that TBC Capital may have a potential conflict of interest that could affect the objectivity of the information contained in this Publication.

This Publication may not be reproduced, redistributed or published, in whole or in part, in any form for any purpose, without the written permission of TBC Capital, and neither TBC Capital nor any member of the Group nor any of their Representatives accept any liability whatsoever for the actions of third parties in this respect.

TBC Capital makes no expressed or implied representation or warranty of usefulness in predicting the future performance or in estimating the current or future value of any security or asset, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to any data included in this Publication.

Without limiting any of the foregoing and to the extent permitted by law, TBC Capital or any member of the Group or any of their Representatives expressly disclaim all liability whatsoever (in negligence or otherwise) for any loss or damages however arising, directly or indirectly, from any use of this Publication or its contents (including without limitation to the accuracy and/or completeness of information therein) or otherwise arising in connection with this Publication or for any act or failure to act by any party on the basis of this Publication.

7 Marjanishvili Str., Tbilisi 0102, Georgia
Tel: +995 32 2 272727 | +995 32 2 272733
Email: research@tbccapital.ge
Email: macro@tbcbank.com.ge

TBC CAPITAL

www.tbccapital.ge