

Market Facts and Figures from Q1 2026

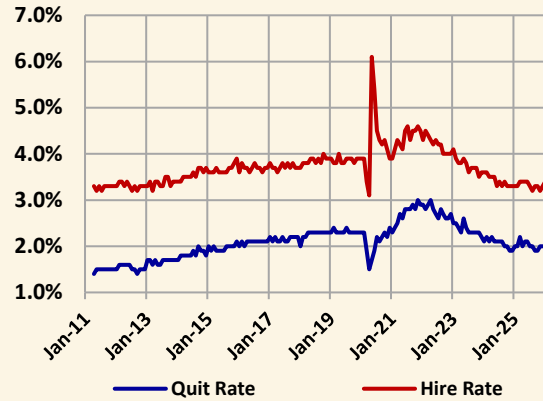
Small Value was the top segment of the US market, while Large Growth fell almost -10%.

2026 1Q US Returns (Russell Indices)

| | Value | Core | Growth |
|-------|-------|-------|--------|
| Large | 2.1% | -4.2% | -9.8% |
| Mid | 3.7% | 1.3% | -6.4% |
| Small | 5.0% | 0.9% | -2.8% |

The rate of new hires and quits has been on the decline, a sign of a softening labor market.

Job Quits & New Hires: Jan 2011 - Feb 2026



Best and Worst Markets

Developed Markets

| Top 3 | 2026 1Q | Bottom 3 | 2026 1Q |
|-----------|---------|----------|---------|
| Norway | 31.5% | Germany | -8.5% |
| Portugal | 11.4% | Ireland | -10.2% |
| Hong Kong | 5.5% | Denmark | -14.5% |

Emerging Markets

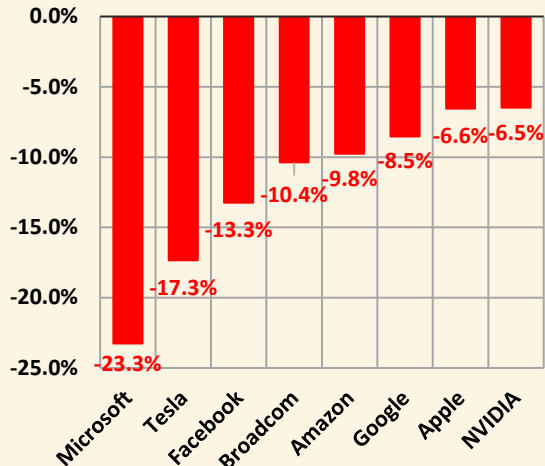
| Top 3 | 2026 1Q | Bottom 3 | 2026 1Q |
|----------|---------|------------|---------|
| Colombia | 21.1% | Czech Rep. | -10.1% |
| Peru | 20.8% | India | -18.1% |
| Brazil | 19.1% | Indonesia | -20.7% |

Frontier Markets

| Top 3 | 2026 1Q | Bottom 3 | 2026 1Q |
|---------|---------|----------|---------|
| Oman | 46.7% | Vietnam | -9.7% |
| Nigeria | 44.1% | Morocco | -12.2% |
| Tunisia | 14.9% | Pakistan | -13.9% |

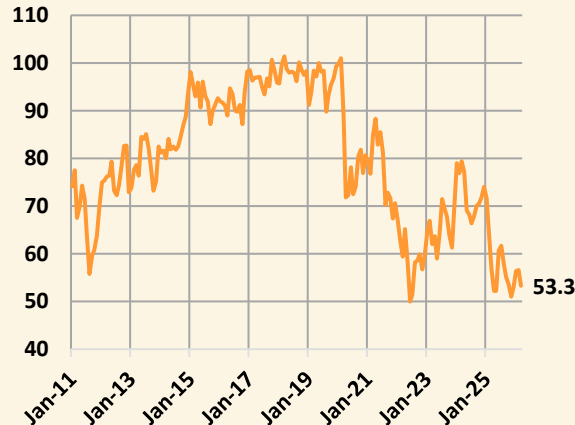
The "Mag 7" stocks (plus Broadcom) were all down to start the year.

2026 1Q Return



US Consumer Sentiment has been near its lowest level since inflation was peaking in 2022.

Univ of MI Consumer Sentiment Jan 2011 - Mar 2026



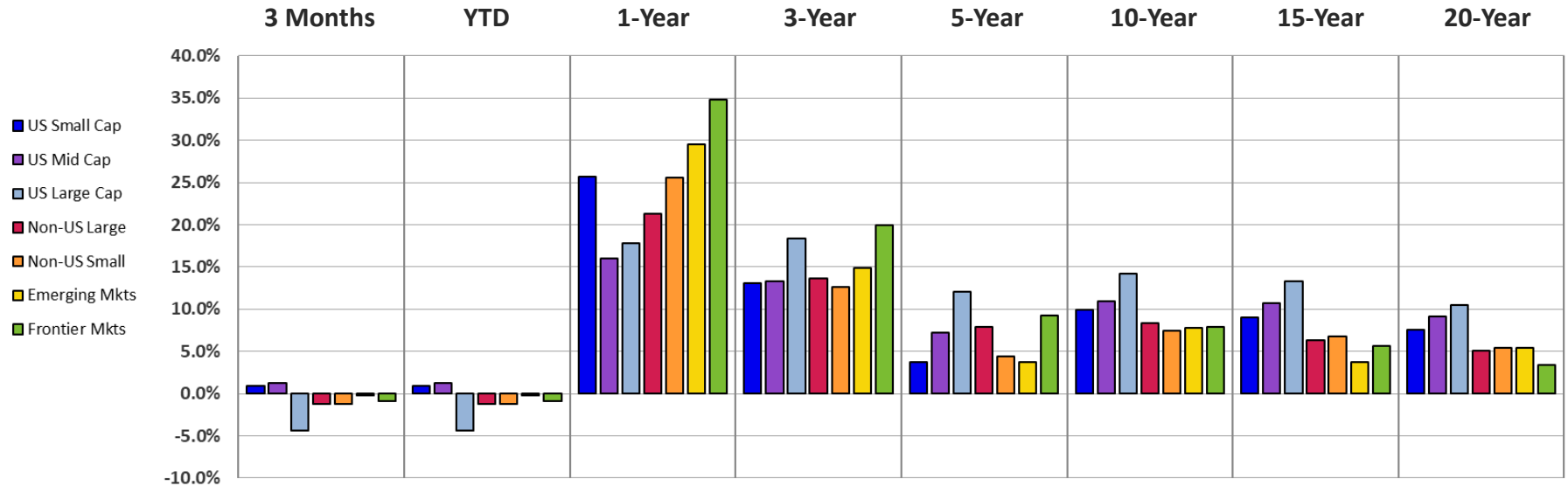
US Manufacturing PMI saw an uptick at the start of 2026, rising above 50 for the first time in a year.

US ISM Survey Manufacturing PMI



World Equity Performance

Quarter Ending March 31, 2026

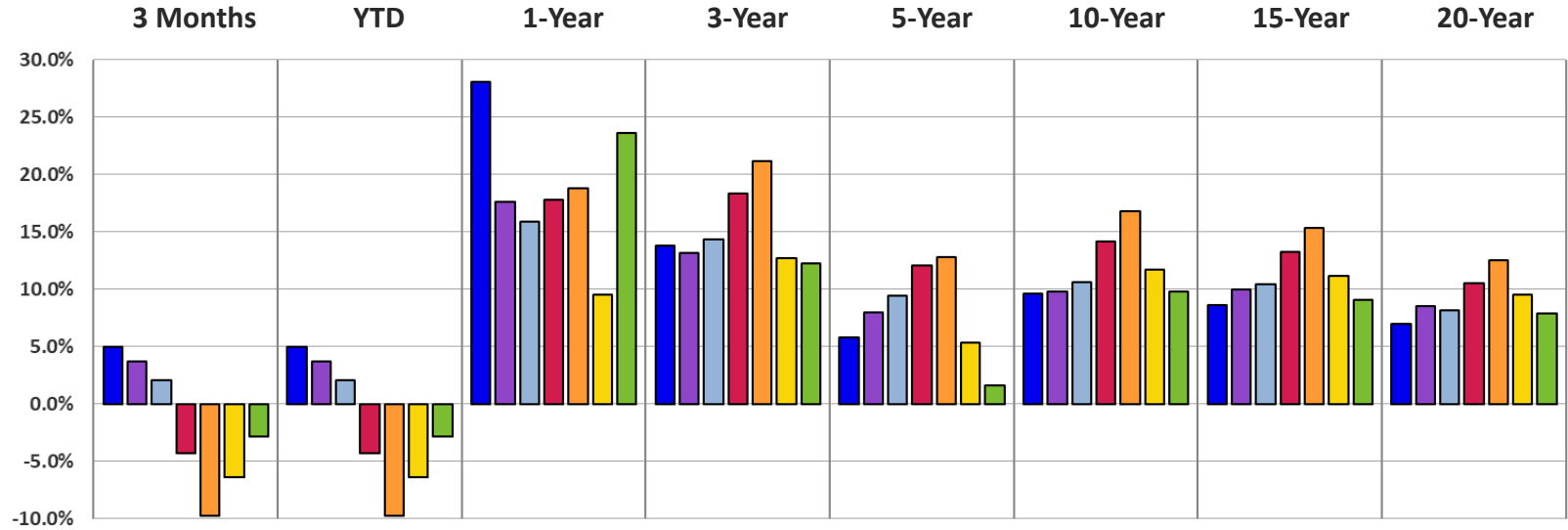


| | 3 Months | YTD | 1-Year | 3-Year | 5-Year | 10-Year | 15-Year | 20-Year |
|----------------------|----------|-------|--------|--------|--------|---------|---------|---------|
| US Small Cap | 0.9% | 0.9% | 25.7% | 13.0% | 3.8% | 9.9% | 9.0% | 7.5% |
| US Mid Cap | 1.3% | 1.3% | 16.0% | 13.3% | 7.3% | 10.9% | 10.7% | 9.2% |
| US Large Cap | -4.3% | -4.3% | 17.8% | 18.3% | 12.1% | 14.2% | 13.3% | 10.5% |
| Non-US Large | -1.2% | -1.2% | 21.3% | 13.6% | 7.9% | 8.4% | 6.3% | 5.0% |
| Non-US Small | -1.3% | -1.3% | 25.6% | 12.7% | 4.4% | 7.4% | 6.8% | 5.4% |
| Emerging Mkts | -0.2% | -0.2% | 29.6% | 14.8% | 3.7% | 7.8% | 3.7% | 5.4% |
| Frontier Mkts | -0.9% | -0.9% | 34.8% | 19.9% | 9.2% | 7.9% | 5.7% | 3.4% |

The global equity markets were mostly flat in the first quarter, with all except for US Large Caps up or down less than 1.5%. The larger decline in US Large Caps was driven by a pullback in many of the high-flying Technology stocks that have led the US market in recent years.

U.S. Equity Style Performance

Quarter Ending March 31, 2026

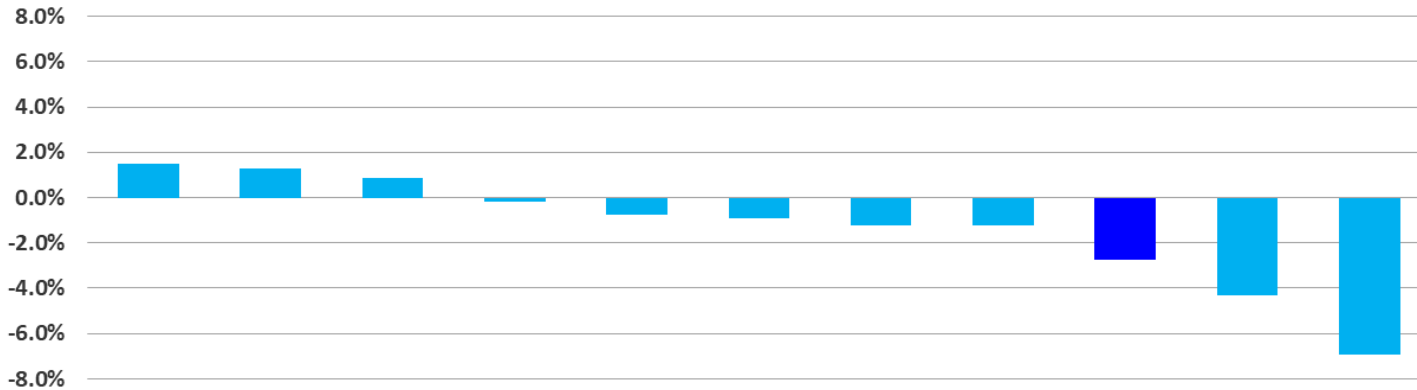


| | | | | | | | | |
|---------------------|-------|-------|-------|-------|-------|-------|-------|-------|
| Small Value | 5.0% | 5.0% | 28.1% | 13.8% | 5.8% | 9.6% | 8.6% | 7.0% |
| Mid Value | 3.7% | 3.7% | 17.6% | 13.1% | 7.9% | 9.8% | 10.0% | 8.5% |
| Large Value | 2.1% | 2.1% | 15.9% | 14.3% | 9.4% | 10.6% | 10.5% | 8.1% |
| S&P 500 | -4.3% | -4.3% | 17.8% | 18.3% | 12.1% | 14.2% | 13.3% | 10.5% |
| Large Growth | -9.8% | -9.8% | 18.8% | 21.2% | 12.8% | 16.8% | 15.3% | 12.5% |
| Mid Growth | -6.3% | -6.3% | 9.6% | 12.7% | 5.4% | 11.7% | 11.1% | 9.5% |
| Small Growth | -2.8% | -2.8% | 23.6% | 12.3% | 1.6% | 9.8% | 9.1% | 7.9% |

Value led Growth to start the year, with all three Value indexes putting up a positive return and all three Growth indexes in the negative. After leading the US market for an extended period of time, Large Growth had the biggest decline in Q1, falling nearly -10%. US GDP growth in the fourth quarter of 2025 was revised downward to just 0.5%, and many investment firms have lowered their forecasts for GDP growth in 2026.

Equity Performance Breakdown

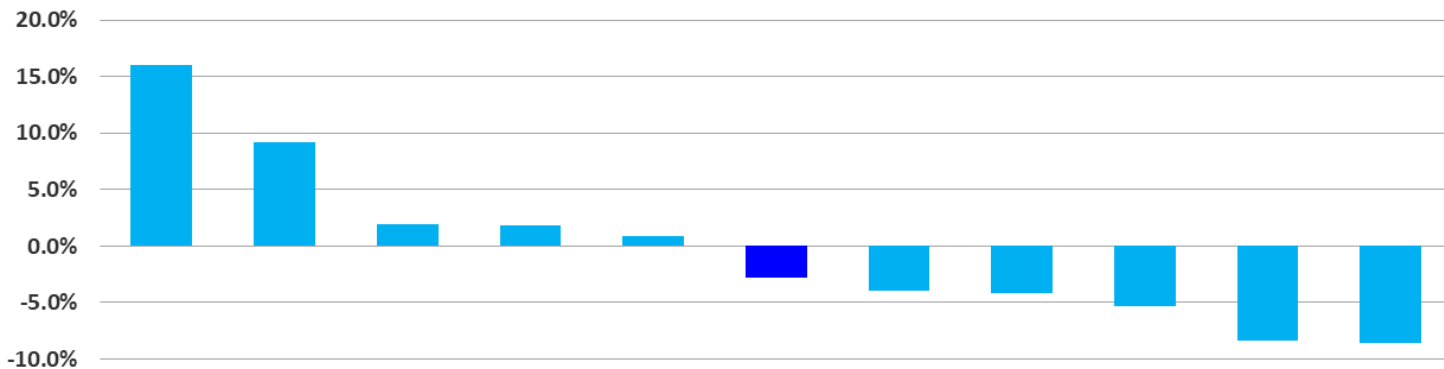
2026 1Q World Index Returns



| | Russell Micro Cap | Russell Mid Cap | Russell 2000 | MSCI Emerging Markets | MSCI Emrg Small Cap | MSCI Frontier Markets | MSCI EAFE | MSCI EAFE Small Cap | MSCI ACWI IMI | S&P 500 | S&P 100 |
|-----------------------|-------------------|-----------------|--------------|-----------------------|---------------------|-----------------------|-----------|---------------------|---------------|---------|---------|
| 2026 1Q Return | 1.5% | 1.3% | 0.9% | -0.2% | -0.7% | -0.9% | -1.2% | -1.3% | -2.8% | -4.3% | -6.9% |

US Small and Mid Caps were the only core indexes to put up a positive return for the quarter. US Mega-Caps (the S&P 100) had the weakest return, down -6.9%. As we enter the second quarter, all eyes are on the escalating conflict in the Middle East and how disruption of the Strait of Hormuz will translate into disruptions in the global economy.

2026 1Q Country Returns for the MSCI ACWI IMI

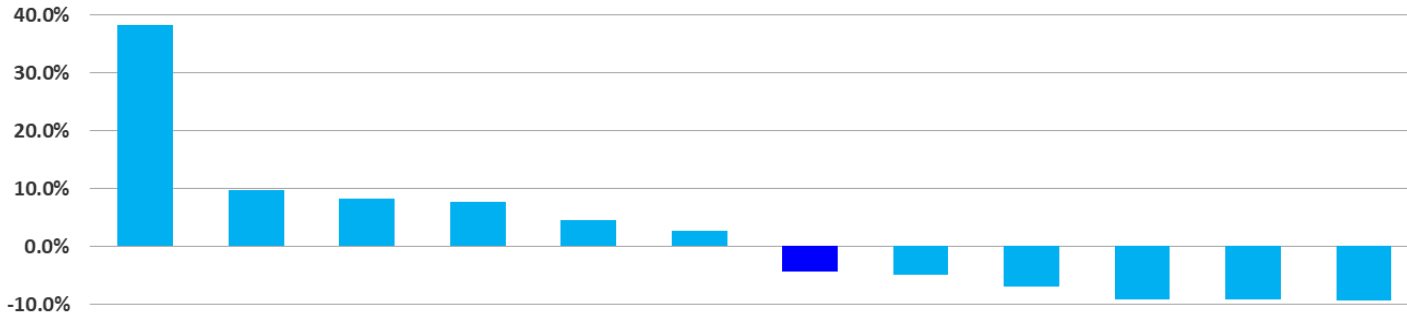


| | Korea | Taiwan | Canada | Japan | United Kingdom | MSCI ACWI IMI Index | U.S. | Switzerland | France | Germany | China |
|-----------------------|-------|--------|--------|-------|----------------|---------------------|-------|-------------|--------|---------|-------|
| 2026 1Q Return | 16.0% | 9.2% | 2.0% | 1.8% | 0.9% | -2.8% | -4.0% | -4.2% | -5.3% | -8.4% | -8.6% |
| Weight in ACWI | 1.8% | 2.6% | 3.3% | 5.7% | 3.4% | - | 62.0% | 2.0% | 2.2% | 1.9% | 2.8% |

Korea and Taiwan were the top-performing countries among the largest markets, up 16% and 9.2% respectively. Their returns were mainly due to strong performance from Samsung (+39% in Q1) and semiconductor companies SK Hynix (+24%) and Taiwan Semiconductor (+11.5%). The ever-growing demand for semiconductors is a key reason why the price of Copper has risen 40% since the start of 2025.

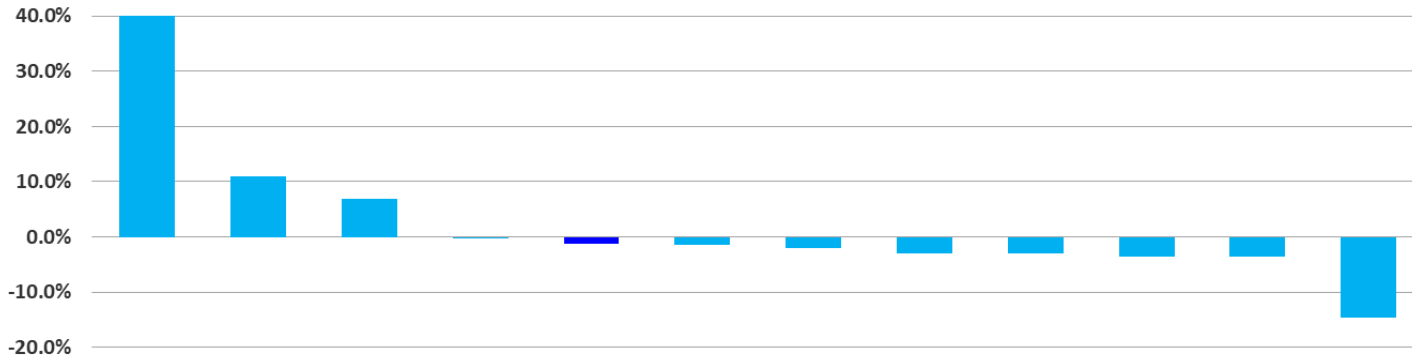
Equity Performance Breakdown

2026 1Q Sector Returns for the S&P 500



| | Energy | Materials | Utilities | Consumer Staples | Industrials | Real Estate | S&P 500 Index | Health Care | Communic. Services | Technology | Consumer Discretionary | Financials |
|--------------------------|--------|-----------|-----------|------------------|-------------|-------------|---------------|-------------|--------------------|------------|------------------------|------------|
| 2026 1Q Return | 38.3% | 9.7% | 8.3% | 7.7% | 4.6% | 2.8% | -4.3% | -4.9% | -6.9% | -9.1% | -9.2% | -9.4% |
| Weight in S&P | 4.0% | 2.1% | 2.5% | 5.3% | 9.0% | 2.0% | - | 9.5% | 10.3% | 32.9% | 9.9% | 12.6% |

2026 1Q Sector Returns for the MSCI EAFE



| | Energy | Utilities | Materials | Industrials | MSCI EAFE Index | Technology | Real Estate | Consumer Staples | Health Care | Communic. Services | Financials | Consumer Discretionary |
|-----------------------|--------|-----------|-----------|-------------|-----------------|------------|-------------|------------------|-------------|--------------------|------------|------------------------|
| 2026 1Q Return | 40.0% | 10.9% | 6.9% | -0.3% | -1.2% | -1.5% | -2.0% | -2.9% | -3.0% | -3.5% | -3.6% | -14.6% |
| Weight in EAFE | 4.4% | 4.2% | 6.0% | 19.4% | - | 8.5% | 1.8% | 7.3% | 11.2% | 4.3% | 24.5% | 8.5% |

Energy was by far the top-performing sector in the first quarter, up over 38%. The gain was driven by the rise in oil prices after the beginning of the war in Iran. The Dow Jones Commodity Petroleum Index was up +88.5% in Q1 (up +55.8% in the month of March alone). The US Federal Reserve held interest rates steady at their January and March meetings, ending a streak of three straight rate cuts.

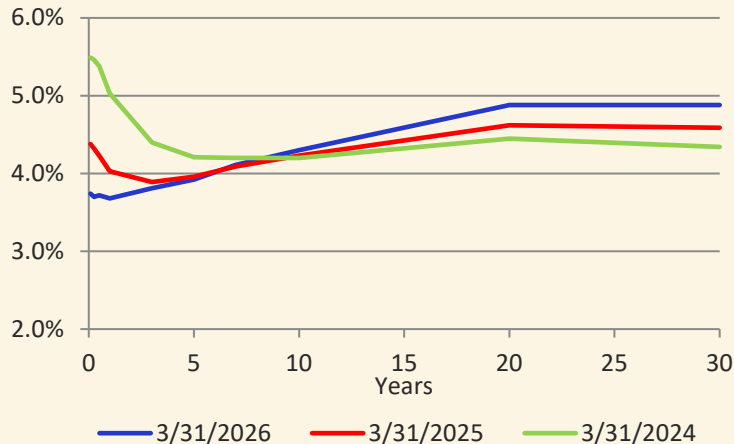
Unsurprisingly, Energy was also the strongest sector in the non-US markets, up +40% for the quarter. Most sectors within the EAFE index were down in Q1, with Consumer Discretionary having the worst performance (-14.6%). Inflation started to creep upward again in the Eurozone in Q1, it remains to be seen if the war in Iran may drive prices higher.

Fixed Income Performance

| Fixed Income Rates of Return | | 2026 1Q | YTD | 1 Year | 3 Year | 5 Year | 10 Year |
|--------------------------------|---------------------------------|---------|--------|--------|--------|--------|---------|
| Broad Market Indices | Bloomberg US Aggregate TR | -0.05% | -0.05% | 4.35% | 3.63% | 0.31% | 1.70% |
| | Bloomberg US Govt/Credit TR | -0.20% | -0.20% | 3.86% | 3.41% | 0.24% | 1.79% |
| Intermediate Indices | Bloomberg US Int Agg TR | 0.11% | 0.11% | 4.83% | 4.23% | 1.03% | 1.84% |
| | Bloomberg US Govt/Credit Int TR | -0.02% | -0.02% | 4.41% | 4.24% | 1.33% | 2.04% |
| Government Only Indices | FTSE 3 Month Treasury | 0.93% | 0.93% | 4.22% | 4.97% | 3.49% | 2.32% |
| | Bloomberg US Govt 1-3 Yr TR | 0.27% | 0.27% | 3.77% | 4.05% | 1.83% | 1.78% |
| | Bloomberg US Govt Int TR | 0.05% | 0.05% | 3.98% | 3.65% | 1.00% | 1.53% |
| | Bloomberg US TIPS TR | 0.26% | 0.26% | 3.00% | 3.18% | 1.48% | 2.66% |
| | Bloomberg US Govt Long TR | -0.40% | -0.40% | 0.49% | -1.47% | -4.55% | -0.77% |
| Municipal Indices | Bloomberg US Municipal TR | -0.18% | -0.18% | 4.29% | 2.87% | 0.84% | 2.16% |
| | Bloomberg US Municipal 1 Yr TR | 0.64% | 0.64% | 3.04% | 3.04% | 1.82% | 1.61% |
| | Bloomberg US Municipal 10 Yr TR | -0.79% | -0.79% | 4.81% | 2.54% | 1.00% | 2.26% |
| | Bloomberg US Municipal 20 Yr TR | 0.37% | 0.37% | 4.86% | 3.09% | 0.69% | 2.52% |
| Mortgage Backed Indices | Bloomberg US MBS TR | 0.40% | 0.40% | 5.79% | 4.17% | 0.45% | 1.43% |
| Corporate Bond Indices | Bloomberg US Credit TR | -0.48% | -0.48% | 4.84% | 4.62% | 0.77% | 2.70% |
| | Bloomberg US High Yield TR | -0.50% | -0.50% | 7.01% | 8.60% | 4.23% | 6.12% |
| World Bond Indices | FTSE World Government Bond | -1.05% | -1.05% | 3.75% | 1.65% | -2.60% | -0.25% |
| | Bloomberg EM USD Sovereign TR | -1.85% | -1.85% | 8.57% | 8.25% | 2.04% | 3.25% |

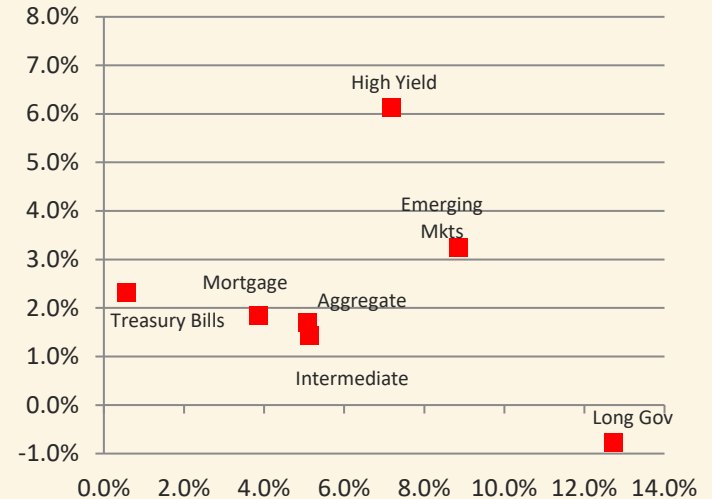
Source: Morningstar Advisor Workstation

United States Yield Curve



Source: United States Treasury

10 Yr Risk vs Return - Selected Indices



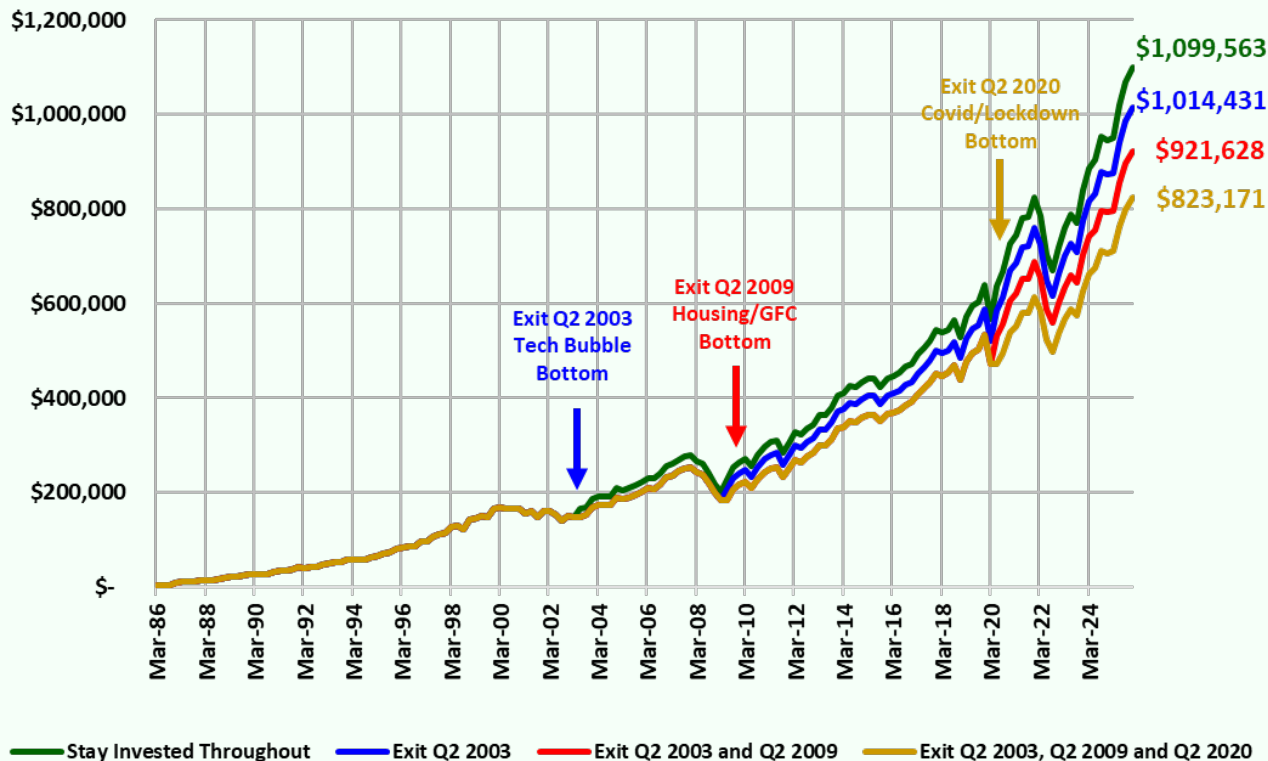
MARKET MICROSCOPE – The Danger of Panic-Selling – Missing Part Of The Rebound Has A Big Impact

Many investors have doubts about staying invested during a market downturn, however getting out of the market at the wrong time can have a big impact on the long-term growth of a portfolio.

Consider a retirement saver who invested \$4,000 each year in a retirement account that maintained a constant asset allocation of 60% in stocks (split 70% S&P 500, 30% MSCI EAFE) and 40% in bonds (Bloomberg Aggregate) over the past 40 years. At the end of 2025, they would have accumulated nearly \$1.1 million dollars (the green line).

But what if they had panicked and exited the market for just one quarter at the bottom of major downturns?

40-Year Retirement Savings: 1986 - 2025



- An investor who pulled all of their money out of the market for just a single quarter at the bottom of the Tech Bubble would have reduced their final balance by \$85,000.
- If that investor also left the market for one quarter at the bottom of the Great Financial Crisis, that would have reduced their final balance by another \$93,000.
- Finally, if they exited the market a third time during Covid in 2020, that would have cut their final balance an additional \$98,000.
- Altogether, missing those three quarters reduced the investor's final balance by over \$276,000!