

Weekly Market Update

The dominant global market driver was the sharp reversal in energy prices following Middle East de-escalation, improving risk sentiment while leaving long-term geopolitical uncertainty unresolved.

US

Federal Reserve holds interest rates steady, with policymakers citing persistent inflation but expecting easing energy prices after the US–Iran memorandum of understanding to reduce future inflation pressures.

Wall Street reached record highs following the US–Iran agreement, as oil prices fell sharply and investors rotated back into equities.

The G7 Summit in France focused heavily on trade, AI, critical minerals and coordinated responses to China's industrial policies alongside Middle East security.

US foreign policy remained dominated by the Middle East, with negotiations over the Strait of Hormuz reducing immediate market fears but leaving geopolitical uncertainty elevated.

UK

Sir Keir Starmer announced his resignation as Prime Minister and leader of Labour Party today, 22 June 2026.

The Bank of England kept interest rates unchanged, maintaining a cautious stance while monitoring inflation and energy prices.

UK GDP data continued to show weak growth, reinforcing expectations that monetary policy will remain restrictive for longer.

Brexit returned to the political debate ahead of the referendum's tenth anniversary, with renewed discussion over rebuilding EU economic ties rather than rejoining outright.

Europe

The European Central Bank raised interest rates in response to renewed inflation pressures linked to higher energy costs.

European equity markets rallied strongly, benefiting from lower oil prices following progress on the US–Iran agreement.

EU leaders met to discuss Ukraine, defence, fiscal priorities and the next long-term EU budget, alongside trade and competitiveness.

The G7 reinforced cooperation on industrial policy, AI and critical supply chains, with Europe seeking greater coordination among allies.

Global

The US–Iran memorandum of understanding dominated global markets, leading to a sharp fall in oil prices and improved investor confidence.

Ukraine launched one of its largest drone attacks on Moscow since the war began, striking the Moscow Oil Refinery twice during the week and forcing a temporary halt to operations. The refinery supplies around 40% of Moscow's petrol and roughly half of its diesel, making it one of Ukraine's most strategically important attacks on Russia's domestic energy infrastructure.

China remained a central topic at the G7, with Western leaders discussing coordinated responses to Chinese industrial policy and strategic trade issues.

The Bank of Japan's policy meeting attracted global attention, with investors assessing the possibility of further policy normalisation.



Performance

Asset Class/Region	Currency				
		Week ending 19 June 2026	Month to date	YTD 2026	12 Months
Developed Market Equities					
United States	USD	1.0%	-1.0%	10.0%	26.5%
United Kingdom	GBP	-1.2%	-0.5%	6.3%	22.1%
Continental Europe	EUR	1.1%	2.5%	10.1%	21.9%
Japan	JPY	4.2%	2.2%	19.9%	48.3%
Asia Pacific (ex Japan)	USD	4.1%	1.9%	28.2%	50.7%
Australia	AUD	0.3%	1.1%	2.8%	7.0%
Global	USD	0.8%	-0.7%	9.7%	25.7%
Emerging Markets Equities					
Emerging Europe	USD	0.5%	1.4%	17.6%	45.4%
Emerging Asia	USD	5.0%	2.7%	33.2%	60.4%
Emerging Latin America	USD	-1.3%	-1.9%	11.1%	36.0%
BRICs	USD	-0.9%	-1.5%	-8.8%	0.8%
China	USD	-2.8%	-3.2%	-11.4%	2.0%
MENA countries	USD	1.9%	1.9%	3.3%	9.0%
South Africa	USD	-1.2%	-4.9%	-3.3%	37.2%
India	USD	2.5%	2.8%	-12.0%	-9.8%
Global emerging markets	USD	4.1%	2.2%	28.3%	54.6%
Bonds					
US Treasuries	USD	0.2%	0.2%	0.3%	3.7%
US Treasuries (inflation protected)	USD	-0.1%	-0.4%	1.2%	4.3%
US Corporate (investment grade)	USD	0.2%	0.1%	0.9%	5.6%
US High Yield	USD	0.1%	0.2%	1.8%	6.9%
UK Gilts	GBP	0.0%	0.0%	-0.6%	2.2%
UK Corporate (investment grade)	GBP	0.1%	0.2%	0.4%	4.3%
Euro Government Bonds	EUR	0.2%	-0.4%	0.5%	0.4%
Euro Corporate (investment grade)	EUR	0.1%	-0.1%	0.8%	2.1%
Euro High Yield	EUR	0.2%	0.4%	1.6%	4.2%
Global Government Bonds	USD	-0.2%	-0.6%	-0.7%	0.3%
Global Bonds	USD	-0.3%	-0.7%	-0.2%	2.5%
Global Convertible Bonds	USD	2.1%	0.7%	20.4%	37.0%
Emerging Market Bonds	USD	0.5%	0.8%	2.2%	10.9%

Performance

Asset Class/Region	Currency				
		Week ending 19 June 2026	Month to date	YTD 2026	12 Months
Property					
US Property Securities	USD	-2.8%	0.4%	14.0%	15.8%
Australian Property Securities	AUD	-0.1%	2.2%	-5.3%	-6.0%
Global Property Securities	USD	-2.2%	-1.1%	6.5%	11.9%
Currencies					
Euro	USD	-0.9%	-1.7%	-2.3%	0.1%
UK Pound Sterling	USD	-1.4%	-1.8%	-1.7%	-1.5%
Japanese Yen	USD	-0.7%	-1.3%	-2.8%	-9.7%
Australian Dollar	USD	-0.6%	-2.5%	5.1%	8.6%
South African Rand	USD	-1.1%	-1.5%	0.6%	10.2%
Swiss Franc	USD	-1.4%	-3.2%	-1.7%	1.4%
Chinese Yuan	USD	-0.1%	0.0%	3.2%	6.2%
Commodities & Alternatives					
Commodities	USD	-2.2%	-5.5%	25.9%	24.6%
Agricultural Commodities	USD	1.3%	-1.8%	7.1%	0.8%
Oil	USD	-7.7%	-12.5%	32.4%	2.2%
Gold	USD	-1.4%	-9.0%	-3.8%	23.3%

Source: Bloomberg Finance L.P. Past performance is not indicative of future returns.

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