

Weekly Market Snapshot

The importance of having a smart Strategic Asset Allocation

Weekly Recap

- A Memorandum of Understanding was signed between the US and Iran the past week leading to a 60 days period for further negotiations in Switzerland on several key points between the 2 countries. This signature led to the decrease of the price of Brent below \$80.
- UK Prime Minister Starmer resigned with little reaction in the markets following this announcement.
- Eurozone business activity shrank less than anticipated in June.

Snapshot

Strategic Asset Allocation (SAA) is not merely a technical exercise but a fundamental framework for deciding where to allocate capital: equities, bonds, cash, private assets, real estate, or alternatives.

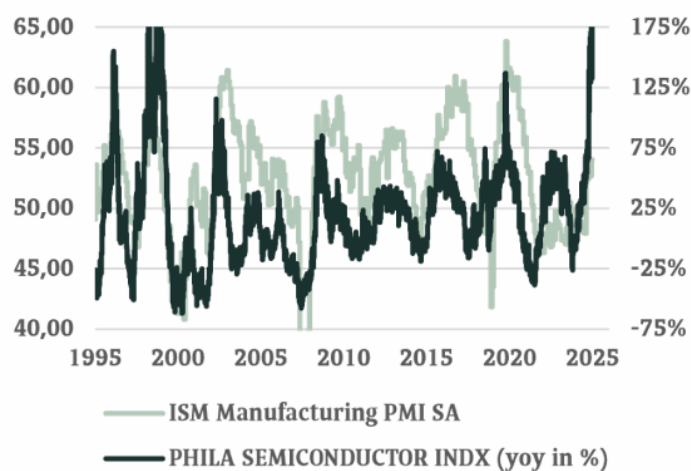
It aligns with an investor's objectives, constraints, preferences, and family circumstances, ensuring resilience over a 5-to-10-year horizon rather than relying on short-term speculation. Wealth is dynamic, shaped by market cycles, liquidity needs, and life events, and SAA provides a structured anchor for long-term decision-making, emphasizing discipline over prediction.

True diversification requires selecting assets that respond differently to economic forces, not just holding multiple investments. Hidden correlations and structural risks demand expertise to uncover, ensuring portfolios achieve genuine equilibrium rather than superficial complexity.

SAA relies on long-term capital market assumptions as frameworks for informed choices, not rigid forecasts. The key to success lies in consistency and discipline, enabling stable performance across diverse market environments.

Market	23/06/2026	% Chg 1 Wk	Return Trend	
	Level		1 Month	1 Year
Stocks				
S&P 500	7365	-2,5%	↘	↗
Euro STOXX 50	6222	-1,2%	↗	↗
FTSE 100	10426	-0,8%	↘	↗
Nikkei 225	69175	-1,0%	↗	↗
MSCI EM	1734	-2,7%	↗	↗
Bonds				
	Yield			
US 10Y	4,5	-0,2%	↗	↗
Gm 10Y	2,9	-0,7%	↗	→
UK 10Y	4,7	-0,2%	↗	↗
Jp 10Y	2,7	+2,8%	↗	↘
IG Credit				
	Yield			
US	5,4	+1,3%	↗	↗
EU	3,5	+0,1%	↗	↗
UK	5,5	-0,4%	↗	↗
Alternatives				
Gold	4086	-4,0%	↘	↗
Copper	6,1	-5,8%	↘	↗
S&P Global Infra	3821	+0,0%	→	↗
EU REITs	1617	+1,3%	↗	↗
BBG Hedge Fds	1905	-0,0%	↗	↗

IF SEMICONDUCTORS ARE FINE, SO IS MANUFACTURING



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Strategic Asset Allocation: Building a Resilient and Personalized Wealth Strategy

At first glance, Strategic Asset Allocation (SAA) may seem like a technical exercise, an optimization of risk versus return based on an investor's risk tolerance, objectives over time. But, in fact, its essence lies in answering a very simple yet profound question: Where should your capital be allocated? Equities, bonds, cash, private assets, real estate, or alternative investments?

A well-crafted allocation is not the one that looks best on paper, it is the one that fits the investor. It should align with his objectives, constraints, personal preferences, investment period and family circumstances. Unlike speculative strategies that bet on predicting market movements, SAA long-term approach (5 to 10 years) focuses on an intelligent positioning for multiple possible futures, ensuring resilience regardless of how markets evolve.

Yet, the conversation around Strategic Asset Allocation extends beyond mere investing. It is fundamentally about decision-making and the long-term consequences of financial choices. Wealth is often perceived as static (a figure, a portfolio) but in reality, it is dynamic. It shifts with market cycles, liquidity needs, family events, and even emotional factors.

The real purpose of SAA is to provide an anchor, a structured framework for thinking about risk and performance over time with clarity. By adopting a mindset to remain consistent and disciplined over the years, investors can navigate uncertainty with confidence, ensuring their financial strategy remains aligned with their life's journey over the long run.

Unmasking hidden risks and the meaning of diversification

Risk and diversification are often misunderstood in wealth management. While investors typically focus on the assets within a portfolio, the real challenge lies in how these assets interact. Two portfolios may appear vastly different yet carry similar risks. Or they may look identical but behave differently under market stress. The key is not just the list of holdings, but the hidden correlations and structural risks that demand expertise and advanced tools to uncover.

True diversification goes beyond simply owning multiple assets. Its power lies in selecting investments that react differently to the same economic forces. A portfolio with numerous holdings may still lack real balance if all assets move similarly due to shared dependencies whether on interest rates, market sentiment, or economic cycles. Effective diversification isn't about complexity; it's about achieving genuine equilibrium to weather uncertainty.

The power of discipline in long-term wealth strategy

Building a resilient long-term investment approach does not require predicting the future, it demands structured discipline over speculative certainty. SAA relies on long-term capital market assumptions, based on expected returns and volatilities, not as rigid forecasts but as frameworks for informed decision-making. These assumptions provide a coherent foundation for action.

The distinction is critical: while a forecast asserts, "This is what will happen," an assumption states, "This is the framework within which we can make sound choices." In wealth management, discipline outweighs overconfidence. The goal is not to react perfectly to every market shift but to deliver stable performance across diverse environments. By focusing on consistency rather than short-term brilliance, investors can navigate uncertainty with clarity and confidence.

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