RESEARCH CAPITAL CORPORATION




With all the noise and negativity in the headlines lately, I wanted to reach out directly to share what I am seeing in the markets right now—and, more importantly, what it means for you.

## What is driving the market right now?

- **Geopolitical headlines and oil prices:** Ongoing tensions in the Middle East continue to influence energy markets and spark short-term caution.
- **Sticky inflation and bond yields:** Higher government borrowing, persistent inflation, and shifting expectations around central bank rate cuts have kept financial markets dynamic.
- **Fast-moving sector rotation:** Investors are rapidly rotating capital as they re-evaluate the pace and profitability of heavy investments in areas like Artificial Intelligence (AI).

## What this means for your portfolio

While ups and downs can feel uncomfortable in real-time, **volatility is a normal feature of investing and is not the exception.** Markets rarely move in a straight line.

Right now, I am actively monitoring your portfolio to ensure:

- Your asset allocation remains properly diversified between equities, fixed income, and cash equivalents.
- We stay focused on your specific timeline and financial goals rather than daily price swings.
- We look for smart, disciplined opportunities—such as rebalancing or tax-loss harvesting—where they benefit your long-term strategy.

## You don't need to do anything

History shows that reacting emotionally or trying to time the ups and downs of the market usually does more harm than good. Your plan was built to weather storms just like this one.

If you are feeling uneasy or would simply like to review your portfolio together, please reply directly to this email to book a conversation with me.

I am always here to talk through what's on your mind.

Warmly,
*John S. Bruce, CIM*

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