DIVITAE

JUNE 2026

Monthly Market Report

Stakeholder Update — May 2026

Systematic D-series quantitative strategies. Independently verified. Built for institutional capital.

Intelligence. Verified. Trusted.

DIVITAEASSETS.COM

01 — MACRO CONTEXT

Market Overview

May 2026 was a month in which markets wanted to believe the worst was over and repeatedly discovered it wasn't. The US–Iran conflict entered its third month with a fragile ceasefire holding only in name, oil elevated but off its peaks, and tentative optimism colliding almost immediately with a cascade of US inflation data that reframed the story entirely — not a world healing from a geopolitical shock, but one grappling with its inflationary aftermath. The result was a month defined less by fear than by repricing: of Fed expectations, of rate differentials, and of just how long the road to resolution would prove.

US DOLLAR INDEX (DXY) — MAY 2026 · TRADINGVIEW

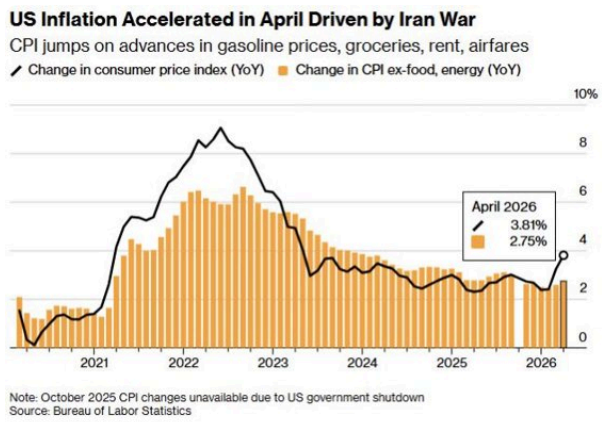
The month opened with the dollar in tentative territory, the DXY oscillating around **98.00–98.50** as safe-haven demand from a still-contested Strait of Hormuz competed with diplomatic signals. President Trump's announcement of *Operation Freedom* — a US Navy escort plan for vessels trapped in the Persian Gulf — initially lifted the greenback, only for it to reverse toward 97.50 on 6 May as reports emerged of a US–Iran memorandum of understanding, draining the safe-haven premium. From 8 May the picture shifted decisively, as fresh military exchanges near the Strait and a rejected peace proposal snuffed out the optimism that had built through the prior week.

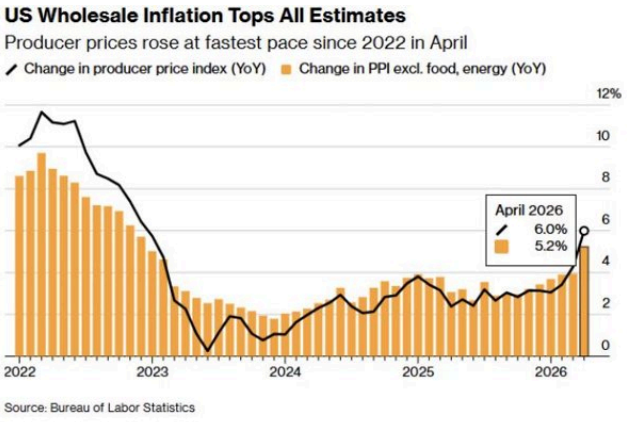
CPI (YOY, APR)	PPI (YOY, APR)	NFP (APRIL)	DXY (PEAK)
3.8%	**6.0%**	**+115K**	**99.45**
vs 3.7% forecast	+1.4% MoM vs 0.5% est.	consensus 62K · u/e 4.3%	5-week high, mid-May

01 — MACRO CONTEXT

Inflation & Monetary Policy

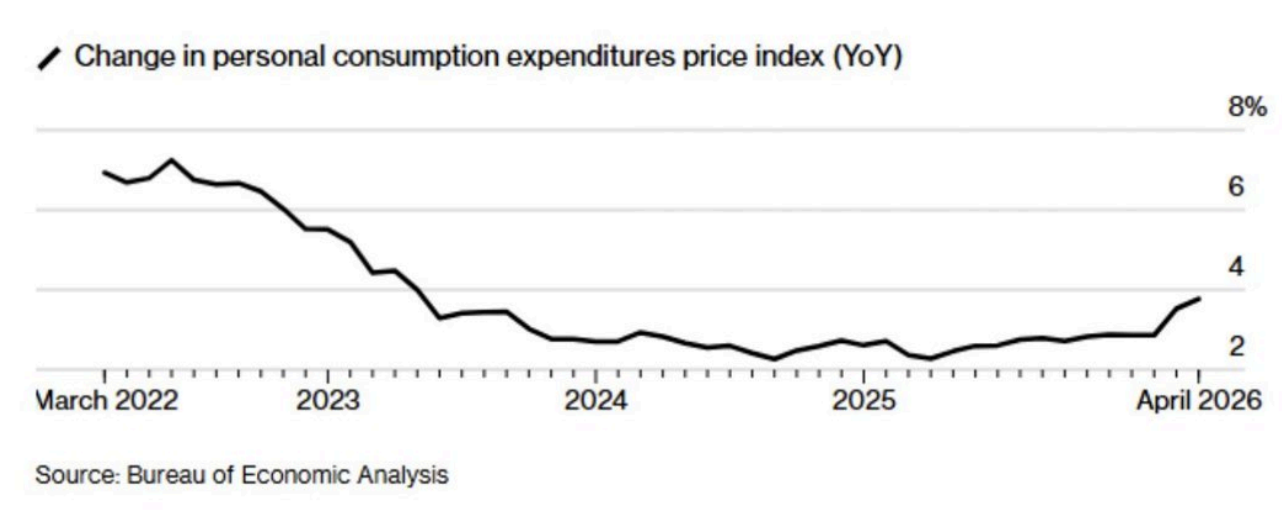
What began as a safe-haven reflex became a full-blown rate repricing once the inflation data landed. The April prints did not merely surprise to the upside — they reframed the Fed's reaction function for the rest of the year.





US CPI & PPI (YOY) — APRIL PRINT, RELEASED MAY · BLOOMBERG / BLS

April CPI on 12 May accelerated to **3.8%** year-on-year against a 3.7% forecast, with core pushing toward 2.8% on advances in gasoline, groceries, rent and airfares. PPI the following day was the sharper shock: final demand surged **1.4% MoM** against a 0.5% estimate, driving the annual rate to **6.0%**. Retail sales held firm at +0.5% MoM, confirming consumer resilience even as the price data mounted — a combination that left the Fed little room to look through the move.



US PCE PRICE INDEX (YOY) — TO APRIL 2026 · BUREAU OF ECONOMIC ANALYSIS

By mid-May the CME FedWatch tool was pricing a **42% probability of a rate hike by December**, a dramatic reversal from the two cuts markets had anticipated before the war. **Kevin Warsh's** confirmation as Fed Chair on 13 May — a divisive 54–45 Senate vote — succeeding Jerome Powell, added a structurally hawkish layer, and FOMC minutes on 20 May showed a majority of officials ready to raise rates if inflation persisted above target. The 10-year Treasury yield closed at **4.59%** on 15 May, and April PCE — released 30 May — confirmed the picture at **3.9%** headline, its highest since May 2023, with core at 3.3%.

01 — MACRO CONTEXT

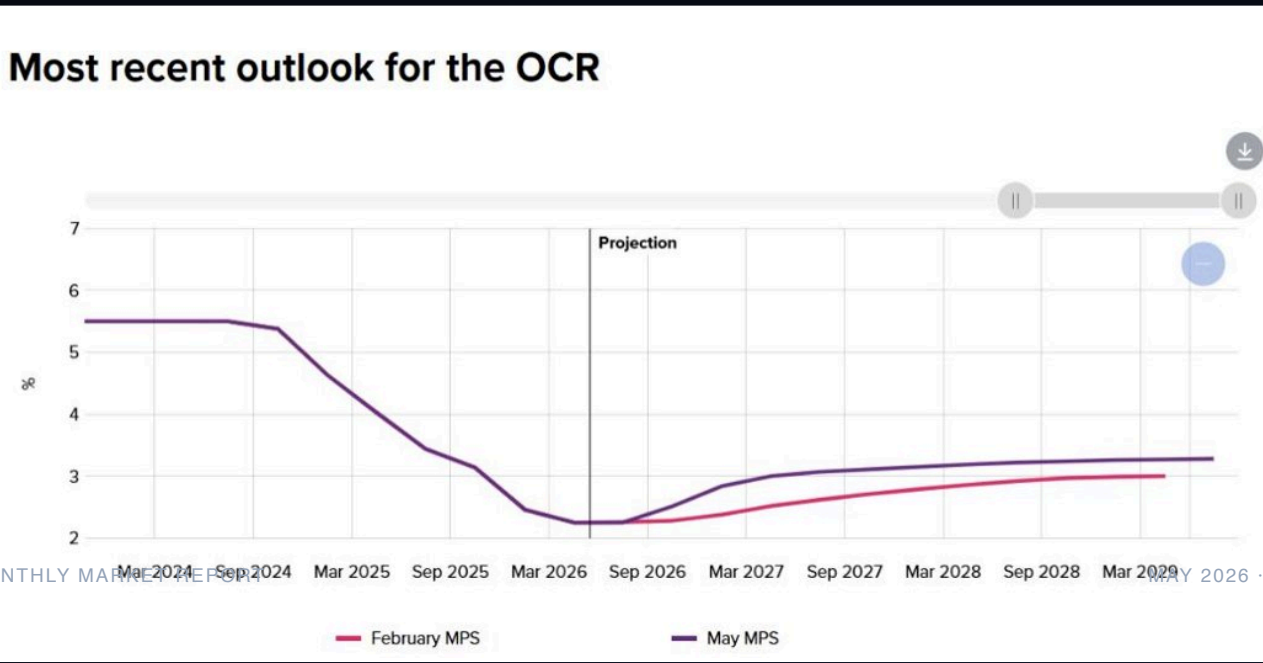
Central Banks & Currencies

May's currency moves were shaped less by geopolitical reflex than by diverging central-bank policy — the rate-differential trends that systematic models are built to capture.

AUDCAD

AUD/CAD — MAY 2026 · TRADINGVIEW

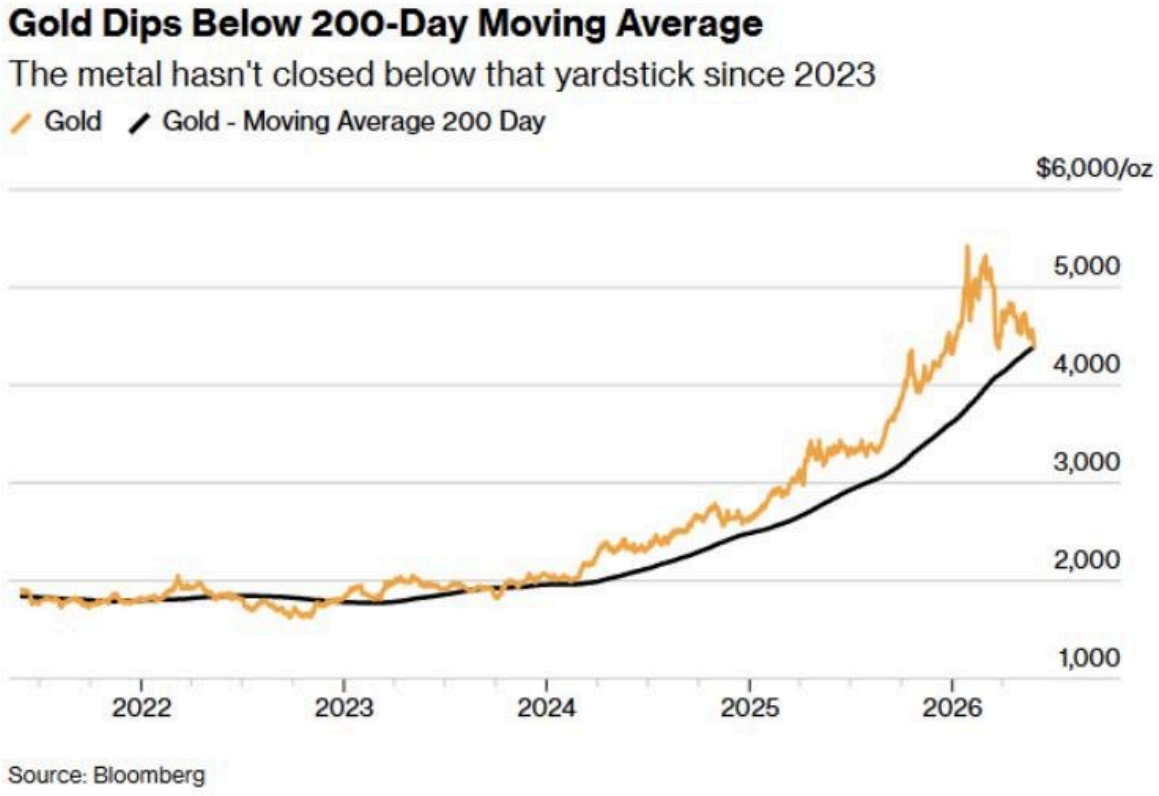
The **Reserve Bank of Australia** raised the cash rate 25bp to **4.35%** on 5 May in an 8–1 vote — its third consecutive hike of 2026 — grounded in headline CPI running at 4.6% in the year to March. The **Bank of Canada** held at 2.25%, projecting GDP growth of just 1.2% and signalling no urgency to tighten. That 210bp gap gave **AUD/CAD** a structural bid that intermittent risk-off episodes could not dislodge, with the pair the standout performer among the antipodean crosses.



01 — MACRO CONTEXT

Gold & Digital Assets

In the cross-asset arena, the very forces that historically support safe havens worked against them — a stagflationary backdrop that punished both gold and digital assets.



GOLD VS 200-DAY MOVING AVERAGE · BLOOMBERG

Gold closed May down roughly **1.8%**, dipping below its 200-day moving average for the first time since 2023. The mechanism was counterintuitive: with the Iran war keeping energy prices elevated, hot inflation prints forced markets to reprice the Fed toward hikes, lifting the dollar and the 10-year yield to 4.59% and raising the opportunity cost of holding non-yielding bullion. A late-month breakdown in US–Iran negotiations drove the metal lower still, before a partial recovery into month-end — gold trapped between a risk premium it could not capture and a tightening cycle it could not escape.

Crypto traded a month of sustained institutional outflows. **Bitcoin** fell roughly 4% to around $71,000 — a seven-week low — as spot-ETF redemptions accelerated: a record single-day outflow of **$635m on 13 May** and more than **$1bn across the week of 11–15 May**, the largest weekly outflow since February, with net monthly outflows near $400m (the third-largest since late 2025). **Ethereum** underperformed sharply, declining about 11.5% to near $1,960, its spot ETFs enduring a ten-day outflow streak. The episode underscored a pronounced capital preference for Bitcoin over Ethereum amid uncertain macro conditions.

BITCOIN (MAY)	ETHEREUM (MAY)	BTC ETF (13 MAY)	GOLD (MAY)
-4.1%	-11.5%	-$635m	-1.8%
~$71,000 · 7-week low	~$1,960	record single-day	below 200-day MA

Sources: U.S. Bureau of Labor Statistics (CPI, PPI, employment); Bureau of Economic Analysis (PCE); U.S. Federal Reserve; Reserve Bank of Australia; Reserve Bank of New Zealand; CME FedWatch; Bloomberg; TradingView. Macro figures as officially reported and subject to revision; strategy data from the live records of

02 — PERFORMANCE SUMMARY

Strategy Performance

An overview of the tracked systematic D-series strategies for May 2026, complemented by key long-term track-record metrics. All subsystems were reviewed and recalibrated at month-end.

STRATEGY	MAY	YTD 2026	TOTAL (SINCE INCEPTION)	SHARPE	MAX DD
ZEUS FX & commodities	-1.85%	-6.85%	+871.17%	1.27	-19.57%
ARES FX & commodities	-0.66%	-0.60%	+353.26%	1.66	-18.37%
HERMES FX (28 pairs) & gold	-2.13%	+0.13%	+321.87%	1.27	-26.72%
KRONOS Crypto (BTC / ETH)	-2.39%	+16.13%	+724.75%	1.07	-28.00%

ACTIVE STRATEGIES	NEGATIVE MAY	BEST MAY	HIGHEST SHARPE
4	4 / 4	-0.66%	1.66
FX, commodities, crypto	all four modestly lower	ARES	ARES

May tested the ability of systematic models to trade both sides of the market in an environment defined by sharp, news-driven reversals rather than sustained trends. The FX strategies **ZEUS, ARES and HERMES** navigated two-way dollar volatility and the rate-differential trends opened by the RBA hike and the Bank of Canada on hold, while the antipodean crosses proved the hardest to hold after the RBNZ's late-month hawkish pivot. The crypto model **KRONOS** traded a month of sustained institutional outflows in BTC and ETH. The figures shown are drawn from the live records of DIVITAE's trading systems.

03 — SYSTEM BREAKDOWN

ARES

FX & commodities · 30+ subsystems · avg. holding ≈ 1 day

TOTAL RETURN	SHARPE (ALL-TIME)	MAX. DRAWDOWN	ANNUAL VOLATILITY	WIN RATE
+353.26%	1.66	-18.37%	45.78%	71.37%

MAY 2026

RETURN	TRADES	WIN RATE
-0.66%	2.8K	63%

YTD 2026	AVG. MONTH	INCEPTION
-0.60%	+4.12%	May 2, 2023

ASSET ALLOCATION — TOP EXPOSURES

AUD/CAD	21.5%
EUR/USD	18.8%
Gold (XAU/USD)	11.1%
USD/CAD	10.0%
USD/JPY	6.6%
NZD/CAD	6.1%
GBP/USD	3.7%
AUD/NZD	3.1%

May commentary. May was defined by competing geopolitical and macro crosscurrents that pulled markets in opposite directions with little warning. **AUD/CAD** and **AUD/USD** were the top contributors: the RBA's third consecutive hike to 4.35% widened the differential against a Bank of Canada on hold at 2.25%, giving AUD/CAD a clean directional bid, while AUD/USD generated productive two-way moves around the RBA decision, the stronger-than-expected US payrolls print and the hot CPI and PPI releases. EUR/USD contributed on both sides. The principal detractors were AUD/NZD, GBP/USD short and EUR/GBP long, with AUD/NZD the standout as the RBNZ's late-month hawkish pivot triggered a sharp repricing. At month-end the largest exposures sat in EUR/USD long, EUR/USD short and GBP/USD short.

ARES is the third of three D-series systems — allocation across 30+ subsystems (FX and commodities) is driven by the NSGA-II genetic algorithm, seeking the optimum by Smart Sharpe, Sortino and correlation analysis.

Min. investment **$500** · Max. **$500,000,000** · Performance fee **30%** · Redemption notice **30 days** · NAV **live**

Independently verified — **Alpha Performance Verification Services** · Verifier's report (PDF)

GIPS® STANDARD

03 — SYSTEM BREAKDOWN

ZEUS

FX & commodities · 44 subsystems · avg. holding ≈ 1 day

TOTAL RETURN	SHARPE (ALL-TIME)	MAX. DRAWDOWN	ANNUAL VOLATILITY	WIN RATE
+871.17%	1.27	-19.57%	107.20%	71.64%

MAY 2026

RETURN	TRADES	WIN RATE
-1.85%	3.6K	62%

YTD 2026	AVG. MONTH	INCEPTION
-6.85%	+4.15%	Jan 1, 2022

ASSET ALLOCATION — TOP EXPOSURES

EUR/USD	20.0%
AUD/CAD	15.8%
Gold (XAU/USD)	8.0%
USD/JPY	7.8%
NZD/CAD	7.5%
USD/CAD	6.6%
AUD/NZD	6.1%
GBP/USD	5.3%

May commentary. ZEUS absorbed a handful of costly dislocations while sustaining broad-based profitability across the majority of its pairs. **AUD/CAD** and **NZD/CAD** were the strongest contributors, benefiting from broad CAD softness against the antipodean currencies, with AUD/CAD additionally supported by the RBA's hike to 4.35% against a Bank of Canada on hold; EUR/USD added on both sides. The principal detractors were AUD/NZD, USD/JPY and gold (XAU/USD). AUD/NZD was the month's standout drag as the RBNZ's unexpected hawkish hold — a razor-thin 4–3 vote with overt tightening guidance — drove a sudden repricing that cut against positioning. At month-end the largest exposures sat in EUR/USD long, EUR/USD short and GBP/USD short.

ZEUS is the second of three D-series systems — it dynamically allocates capital across 44 subsystems (FX and commodities), combining correlation analysis, genetic algorithms and ML ensemble filtering.

Min. investment **$500** · Max. **$500,000,000** · Performance fee **30%** · Redemption notice **30 days** · NAV **live**

Independently verified — **Alpha Performance Verification Services** · Verifier's report (PDF)

GIPS® STANDARD

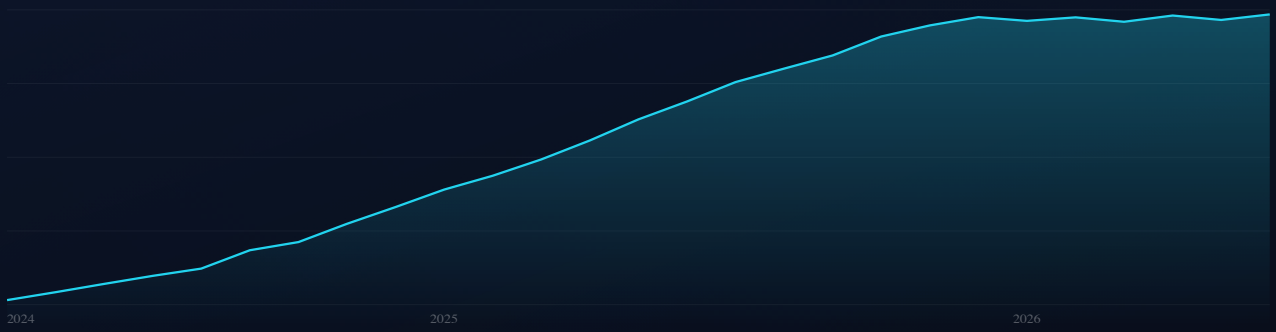
03 — SYSTEM BREAKDOWN

HERMES

FX (28 pairs) & gold · 9 subsystems · avg. holding ≈ 72 h

HERMES

Cumulative return (since inception, log) **+321.87%**



TOTAL RETURN	SHARPE (ALL-TIME)	MAX. DRAWDOWN	ANNUAL VOLATILITY	WIN RATE
+321.87%	1.27	-26.72%	66.04%	76.90%

MAY 2026

RETURN	TRADES	WIN RATE
-2.13%	1.2K	71%

YTD 2026	AVG. MONTH	INCEPTION
+0.13%	+5.60%	Apr 3, 2024

ASSET ALLOCATION — TOP EXPOSURES

AUD/CAD	34.3%
Gold (XAU/USD)	16.4%
NZD/CAD	15.8%
EUR/USD	7.6%
AUD/NZD	4.0%
GBP/USD	3.6%
AUD/USD	3.5%
EUR/CHF	2.0%

May commentary. HERMES navigated a fast, headline-driven month across FX and gold. **AUD/CAD** and **NZD/CAD** — its two largest exposures — benefited from broad CAD softness and the RBA's hike to 4.35% against a Bank of Canada on hold, while the gold sleeve traded the late-month bullion sell-off as hot US inflation (CPI 3.8%, PPI 6.0%) repriced the Fed toward rate hikes and lifted real yields. AUD/NZD was the principal detractor, caught by the RBNZ's hawkish hold late in the month. With the highest monthly win rate among the FX strategies, disciplined risk control let HERMES capture two-way moves without being knocked off course by individual swings.

HERMES is the newest D-series system — 9 subsystems trade 28 currency pairs and gold; an uncorrelated portfolio is built from risk-adjusted KPIs, average holding 72 h.

Min. investment **$300** · Max. **$500,000,000** · Performance fee **30%** · Redemption notice **30 days** · NAV **live**

Independently verified — **Alpha Performance Verification Services** · Verifier's report (PDF)

GIPS® STANDARD

03 — SYSTEM BREAKDOWN

KRONOS

Crypto (BTC / ETH) · 8 subsystems · avg. holding ≈ 14 h

TOTAL RETURN	SHARPE (ALL-TIME)	MAX. DRAWDOWN	ANNUAL VOLATILITY	WIN RATE
+724.75%	1.07	-28.00%	144.42%	89.99%

MAY 2026

RETURN	TRADES	WIN RATE
-2.39%	35	14%

YTD 2026	AVG. MONTH	INCEPTION
+16.13%	+7.20%	Sep 1, 2023

ASSET ALLOCATION — TOP EXPOSURES

ETH/USD	73.8%
BTC/USD	26.2%

May commentary. KRONOS traded BTC/USD and ETH/USD through a month dominated by stagflationary US data, aggressive Fed rate-hike repricing and sustained institutional outflows. Bitcoin fell roughly 4.1% to around $71,000 as cumulative spot-ETF outflows exceeded $1.2bn, while Ethereum underperformed sharply, declining about 11.5% to near $1,960 as its spot ETFs extended a ten-day outflow streak. The two-way volatility from the month's competing narratives — diplomatic progress alternating with inflationary shock — gave the system productive short-side opportunities that cushioned the broader market weakness. Exposure is actively rotated between the two assets; as at publication it was weighted toward ETH/USD.

KRONOS builds on the D-series methodology — 8 subsystems (NSGA-II allocation, ML ensemble) detect recurring patterns in crypto prices; mid-frequency execution, average holding 14 h.

Min. investment **$1,000** · Max. **$500,000** · Performance fee **30%** · Redemption notice **30 days** · NAV **live**

Independently verified — **Alpha Performance Verification Services** · Verifier's report (PDF)

GIPS® STANDARD

04 — INDEPENDENT VERIFICATION

Who Audits Us

Integrity is a founding principle at Divitae. Every live strategy's track record is examined by an independent third party — so the numbers you see are the numbers we actually trade.

Alpha VERIFICATION

INDEPENDENT VERIFIER

Alpha Performance Verification Services is a specialist, boutique verification firm — performance verification is its only business. Every engagement is led by senior professionals holding the **CPA, CFA and CIPM** designations with executive-level asset-management experience, not a junior team. The firm is based in Wrightsville Beach (North Carolina, USA) and provides genuine independence from the entities it reviews — the foundation of an unconflicted, credible opinion. Its verification reports are signed by Michael W. Hultzapple, CPA, CFA, CIPM.

Verifier

An independent third party specialising in investment-performance and compliance verification — no other business, no conflict of interest.

Standard GIPS®

Practice aligned with the **Global Investment Performance Standards** (GIPS®) — the globally recognised benchmark for the fair presentation and calculation of investment performance.

What verification means

A formal examination of the Statement of Investment Performance and its Notes — assurance that returns reflect actual trading, not a curated illustration.

LATEST VERIFICATION — Q1 2026

ARES FX & commodities	Verified period May 2, 2023 – Mar 31, 2026	Q1 2026	PDF
ZEUS FX & commodities	Verified period Jan 1, 2022 – Mar 31, 2026	Q1 2026	PDF
HERMES FX (28 pairs) & gold	Verified period Apr 3, 2024 – Mar 31, 2026	Q1 2026	PDF
KRONOS Crypto (BTC / ETH)	Verified period Sep 1, 2023 – Mar 31, 2026	Q1 2026	PDF

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05 — TRACK RECORD

Performance History

Monthly returns for each strategy since inception. Blue marks a positive month, red a negative one; intensity reflects the size of the return. The right-hand column shows the annual total.

ARES

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2023					+4.3	+3.7	+6.4	+6.2	+5.2	+7.3	+8.0	+8.6	+61.8
2024	+7.6	+3.3	+5.2	+6.1	+3.8	+6.1	+6.4	+10.7	+6.4	+4.4	+3.7	+0.8	+86.9
2025	+4.3	+5.3	+5.3	+8.4	-1.1	+2.5	+2.8	+2.9	+3.3	+2.4	+3.1	+2.8	+50.8
2026	-0.4	+1.5	-2.3	+1.3	-0.7								-0.6

ZEUS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2022	+3.1	+10.3	+9.6	+6.2	+8.3	+7.0	+6.6	+4.7	+9.7	+9.9	+6.7	+5.8	+132.9
2023	+8.0	+4.3	+7.8	+1.5	+8.4	+4.8	+7.7	+5.2	+5.2	+8.4	+8.4	+7.4	+110.6
2024	+5.2	+5.0	+4.8	+5.6	+4.2	+4.6	+5.0	+6.7	+5.5	+2.2	-4.2	-0.3	+53.9
2025	+0.8	+0.3	+2.8	+0.4	+0.9	+3.6	+4.2	+2.9	-1.6	+2.4	+3.2	+1.6	+23.5
2026	-4.4	+1.4	-2.7	+0.6	-1.9								-6.8

HERMES

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024				+4.4	+4.4	+4.2	+4.2	+3.5	+9.6	+3.3	+9.4	+8.7	+64.8
2025	+9.1	+7.1	+8.5	+9.3	+11.2	+9.3	+10.1	+6.4	+6.8	+8.8	+5.7	+4.2	+152.5
2026	-0.4	+1.8	-2.1	+3.1	-2.1								+0.1

KRONOS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2023									-7.4	+23.3	+4.5	+8.8	+29.9
2024	+13.0	+50.4	+25.2	+24.0	+9.6	-13.5	+23.2	+28.4	+1.0	+8.2	+10.9	+4.0	+399.1
2025	-2.6	-4.4	+6.5	+1.8	+7.2	-2.0	+0.1	+0.1	+2.3	+7.8	-2.5	-3.6	+10.0
2026	+7.4	+4.3	+1.6	+4.6	-2.4								+16.1

06 — OUTLOOK & DISCLOSURES

Outlook

We enter June with the US–Iran conflict unresolved and the Fed's inflation problem firmly back in focus. The path of least resistance is now a question of the next inflation print and the next diplomatic headline in equal measure. Our systems are fully recalibrated and positioned to capture two-way volatility across FX, commodities and crypto.

01 Important notice

This document is a regular stakeholder update and is provided for informational purposes only. It does not constitute investment advice, an offer, or a solicitation to subscribe for any financial instrument. Past performance is not a guarantee of future returns.

02 Risk warning

Trading in leveraged products, currencies, commodities and crypto-assets carries a high level of risk and may lead to the loss of all invested capital. The annual volatility and maximum drawdown shown for each strategy illustrate the historical degree of fluctuation.

03 Methodology & data

The metrics shown — return, Sharpe, drawdown, volatility, win rate and allocation — are drawn from the live records of DIVITAE's trading systems as at the date of publication. The equity curves show cumulative development by compounding monthly returns (logarithmic axis).

04 Offering & eligibility

Investment opportunities are offered under Regulation D (U.S. Securities Act 1933) solely to verified accredited investors who meet all eligibility requirements. Participation is subject to approval and completion of definitive offering documentation.

05 Independent verification

Performance results are subject to independent verification and transparent reporting. DIVITAE is committed to uncompromising transparency toward its institutional partners as a fundamental pillar of trust.

06 Investment terms

Minimum investment from $300 (depending on the strategy), 30% performance fee, 30-day redemption notice, real-time NAV. Capital is held in segregation; DIVITAE works exclusively with reputable custody and execution providers.

Built for institutions. Designed for performance.

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