The Flow Show

Steel Cage Match...Bessent vs ABB

Scores on the Doors: oil 53.0%, global stocks 13.9%, US stocks 11.6%, gold 4.0%, HY bonds 2.6%, cash 2.3%, US dollar 0.6%, IG 0.1%, govt bonds -1.1%, bitcoin -16.9% YTD.

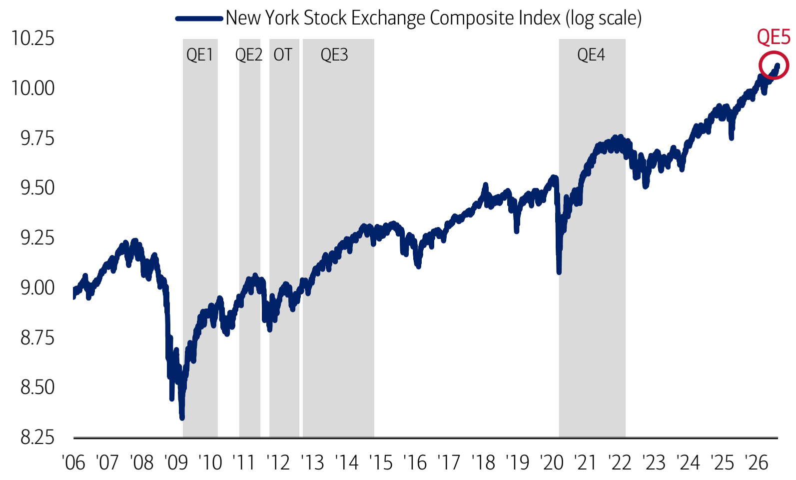
Zeitgeist: "I mean if private credit can't rally on QE5 then what is the world coming to."

Tale of the Tape: US admin currently 0-for-3 on "3 arrows" of 3% GDP growth (<2% growth past 6 quarters), 3% budget deficit as % GDP (it is currently 6% of GDP), oil production increase of 3 million barrels per day (up 0.3mbpd since '24); policy credibility measured by bonds & FX...higher yields & weaker currency means credibility falling.

The Price is Right: succession of "Bessent puts" to stop "Anything But Bonds" threat to US government/AI financing...US dollar swap lines with Asia/Gulf, FX intervention on yen, now quasi-QE via doubling long bond buybacks with Fed acquiescence; policy panic to "fix" fixed income should cap but not reduce US bond yields...preferred longs: gold (obvs), and unloved long duration REITs/XBI/regional banks/small cap/HK property.

The Biggest Picture: QE the genesis of great bull market & "too big to fail" Wall St conviction; extraordinary monetary stimulus past 20 years have led to extraordinary asset gains (Chart 2); would thus be extraordinary if fresh round of QE fails, if Bessent can't drag 30-year yield below 5%...means US dollar slump and short risk, short leverage (AI hyperscalers, private credit), short cyclicals (financials) into midterms.

Chart 2: Extraordinary monetary stimulus...extraordinary asset gains
New York Stock Exchange Composite Index (log scale)



Source: BofA Global Investment Strategy, Bloomberg
*QE = quantitative easing; OT = "Operation Twist"

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More on page 2...

20 August 2026

Investment Strategy
Global

BofA Data Analytics

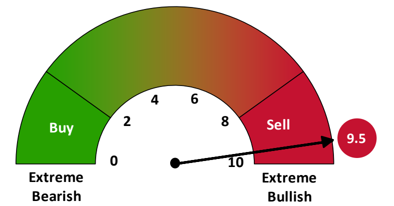
Michael Hartnett
Investment Strategist
BofAS
+1 646 855 1508
michael.hartnett@bofa.com

Anya Shelekhin
Investment Strategist
BofAS
+1 646 855 3753
anya.shelekhin@bofa.com

Myung-Jee Jung
Investment Strategist
BofAS
+1 646 855 0389
myung-jee.jung@bofa.com

Jessica Guo
Investment Strategist
BofAS
+1 646 855 0033
jessica.guo@bofa.com

Chart 1: BofA Bull & Bear Indicator
Up to 9.5 from 9.3



Source: BofA Global Investment Strategy. The indicator identified above as the BofA Bull & Bear Indicator is intended to be an indicative metric only and may not be used for reference purposes or as a measure of performance for any financial instrument or contract, or otherwise relied upon by third parties for any other purpose, without the prior written consent of BofA Global Research. This indicator was not created to act as a benchmark.

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Refer to important disclosures on page 12 to 14.

Weekly Flows: \$40.1bn to stocks, \$21.4bn to bonds, \$3.8bn to gold, \$1.0bn to crypto, \$1.2bn from cash.

Flows to Know:

- US Treasuries: \$7.4bn inflow, largest in 6 weeks (Chart 13),
- IG bonds: \$7.5bn inflow, 20th week of inflows,
- EM debt: \$3.3bn inflow, largest in 11 weeks,
- US equities: \$28.9bn inflow, largest in 3 weeks,
- Korea equities: \$0.8bn outflow, 1st outflow in 8 weeks (Chart 14),
- Japan equities: \$1.7bn outflow, 1st outflow in 11 weeks,
- Semiconductors: \$0.7bn outflow (\$6.3bn outflow past 3 weeks – Chart 12),
- Financials: \$2.0bn outflow, biggest in 11 weeks.

BofA Private Clients: \$4.7tn AUM…66.5% stocks, 16.9% bonds, 9.4% cash; biggest weekly inflow to bonds since May'26; past 4 weeks, private clients buying Japan, muni bond & TIPS ETFs, selling EM debt, utility & financial sector ETFs.

BofA Bull & Bear Indicator: up to 9.5 from 9.3 on stronger global stock index breadth, bullish positioning in S&P500 & gold futures; BofA positioning data says "extreme bull"; "sell signal" triggered May 26th…since then SPX up 1.6% (with 4% SPX drawdown June 2nd to July 29th), ACWI 1.3%, HYG -0.8%; note "old" Bull & Bear Indicator at 7.9 (see BofA Bull & Bear Indicator).

Contrarian Trades: the "anti-consensus" trades we like right now…

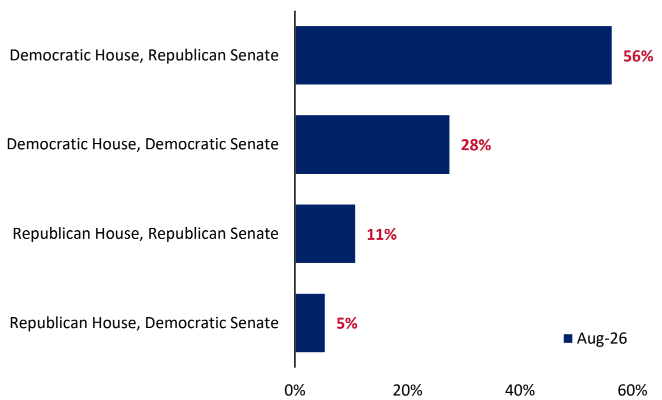
- Contrarian ABB Trade: secular consensus is ABB Anything but Bonds; we long unloved, long duration REITs/XBI/KRE/small cap…next leg higher in yields too destructive to Wall St and Main St, so policy panic to stop it set to grow;
- Contrarian ABC trade: secular consensus is ABC Anywhere but China; we long Hong Kong property sector as two great bears of 2020s, real estate & China, end;
- Contrarian ABD trade: secular consensus is ABD Anything but the Dollar; we agree…long gold remains the cleanest dollar debasement trade, bond collapse, asset inflation, capitalist populism vs socialist populism politics of 2020s, and US-Iran "economic warfare" gives sanctions bid for gold;
- Contrarian AI trade: secular consensus is long AI; we say short AI bonds (US government can cap yields but need deflation/recession to meaningfully reduce cost of capital); we recommend investors barbell their long AI stock exposure via commodities/natural resources needed to power AI arms race between US & China.
- Contrarian US midterms trade: consensus is DEMs will not sweep Nov midterms (Charts 3-4); we hedge via short financials; should DEMs take Senate (and GOP lose TX Governor mansion) we say big slump in stocks (>10%), US dollar, bond yields into year-end; note Trump approval ratings (39%, on economy 36%, on inflation 30% – Chart 5) well-below pre-war averages (46%, 42%, 38% respectively).

Three Arrows & Maginot Lines: US admin currently 0-for-3 on "3 arrows" of 3% GDP growth (<2% growth past 6 quarters), 3% budget deficit as % GDP (it is currently 6% of GDP), oil production increase of 3 million barrels per day (up 0.3mbpd since '24); policy credibility measured by bonds & FX…higher yields & weaker currency means credibility falling…hence new late-summer determination to defend "Maginot Lines" of $4/gallon gas, 160 dollar-yen, 5% UST bond yields, levels above which threaten economic/AI boom/bull/bubble policy objectives; but US gasoline prices once again >$4/gal (up from $3/gal pre-war)…tough to push lower given US-Iran "economic warfare" plus US crude inventories & Strategic Petroleum Reserve at 40-50 year lows (Charts 7-8); and US-Japan currency intervention needs to be backed up with meaningful Bank of Japan rate hike on Sep 18th (steadies Japan long-end – Chart 6); so attention turns to Big One…capping long-term US Treasury bond yields at 5% so as to prevent US government credit event & ease AI financing costs.

Bessent vs. ABB: US Treasury doubling size of long-end bond buybacks now because a. US national debt just crossed $40tn, b. $2tn net issuance of USTs in '26 and '27 crowds out corporate sector bond issuance ($2tn IG gross in '26 with ballooning AI bond issuance… YTD $200-300bn – Chart 9) and US-China AI arms race #1 national security/macro priority of US govt, c. when no payroll growth & zero inflation data greeted by rise in 30-year yields to 20-year highs (Chart 10), you need to re-establish credibility pronto; succession of "Bessent puts" to stop "Anything But Bonds" threat to US government/AI financing…US dollar swap lines with Asia/Gulf, FX intervention on yen, now quasi-QE via doubling long bond buybacks with Fed acquiescence…policy panic to "fix" fixed income; we say this should cap but not reduce US bond yields; and fiscal policy panic needs to be augmented with just-hawkish-enough Warsh at Jackson Hole so as not to torpedo US dollar (Aug 28th @ 10am, same time BLS annual payroll revisions).

Success is Expected, Failure Unthinkable: QE is genesis of great bull market, author of Wall St "too big to fail" narrative; extraordinary monetary stimulus past 20 years have led to extraordinarily asset gains, and ongoing policy to "fix" fixed income should be expected to succeed; would be extraordinary if fresh round of QE fails and Bessent can't drag 30-year yield below 5%…policy failure would cause US dollar slump, and asset allocation shift to short risk, short leverage (AI hyperscalers, private credit – Chart 11), and short cyclicals (financials) into midterms.

Chart 3: Consensus is DEMs will not sweep Nov midterms
What outcome do you expect from the 2026 US midterm elections?



Source: BofA Global Fund Manager Survey.
Note: percentages calculated excluding "Don't Know/Not Applicable" responses
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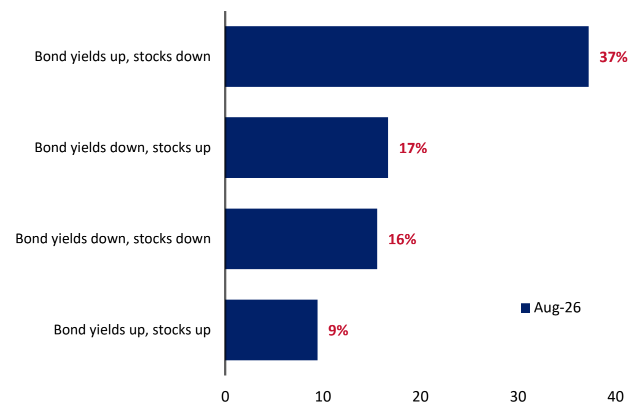
Chart 4: Aug FMS says DEM sweep = bond yields up, stocks down
In the event of Democratic sweep at the midterms, what would be the most likely market reaction?



Source: BofA Global Fund Manager Survey.
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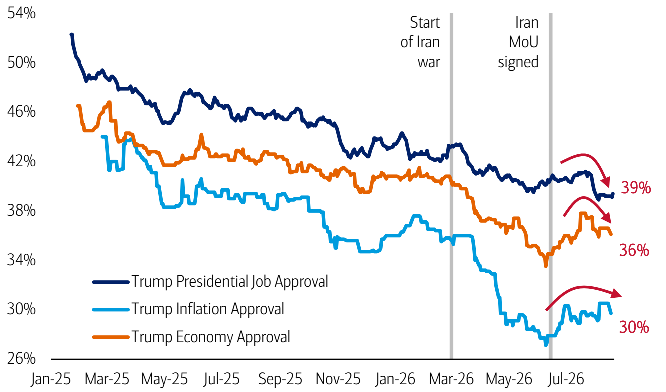
Chart 5: Trump approval ratings well-below pre-war averages
Trump approval ratings... overall, on inflation, on economy



Source: BofA Global Investment Strategy, Bloomberg, Real Clear Politics
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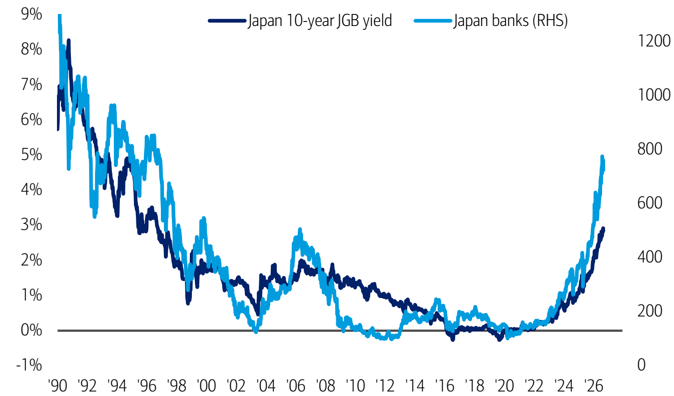
Chart 6: BoJ rate hike needed to stabilize JGB long-end
Japan 10-year JGB yield and Japan banks



Source: BofA Global Investment Strategy, Bloomberg
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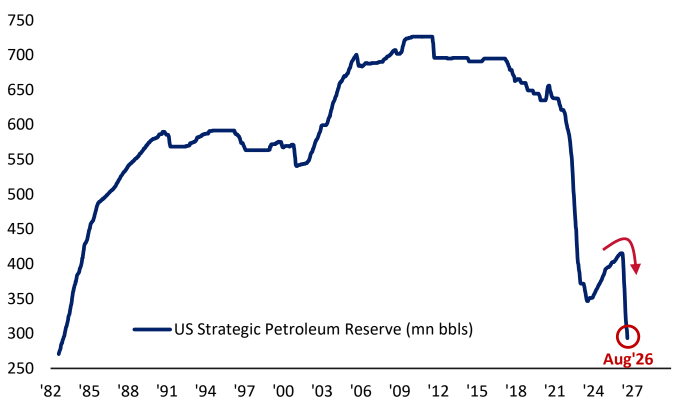
Chart 7: US Strategic Petroleum Reserve falls to lowest since '82
US Strategic Petroleum Reserve (million barrels)



Source: BofA Global Investment Strategy, Bloomberg
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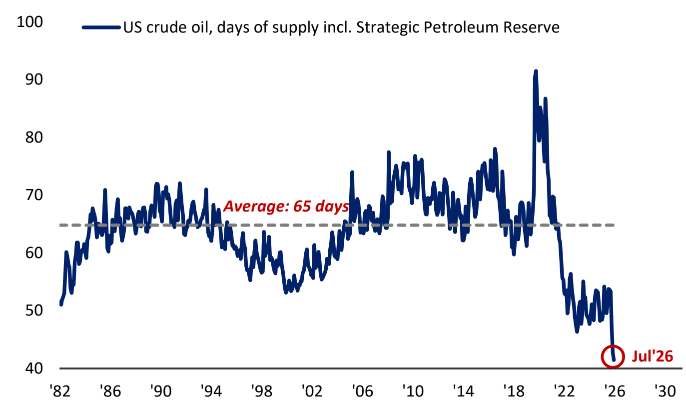
Chart 8: US crude inventories (incl SPR) at 40-50 year lows
US crude oil, days of supply incl. Strategic Petroleum Reserve



Source: BofA Global Investment Strategy, Bloomberg
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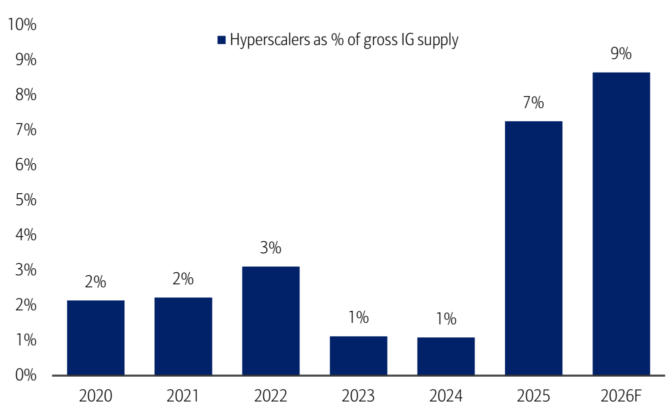
Chart 9: Hyperscaler bonds now 9% of gross IG bond supply in '26
Hyperscalers as % of gross IG supply



Source: BofA Global Investment Strategy, BofA US IG Credit Strategy, Bloomberg
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Chart 10: US admin won't let 30Y UST yield cross 5% "Maginot Line"
US 30-year Treasury yield (%)

Source: BofA Global Investment Strategy, Bloomberg
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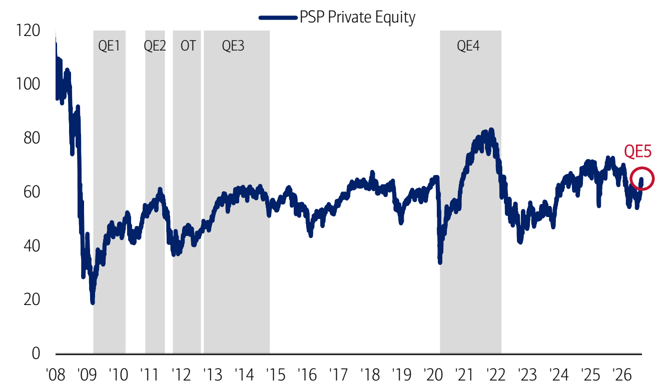
Chart 11: QE = genesis of bull market…but watch PSP for policy failure
Private Equity ETF (PSP)



Source: BofA Global Investment Strategy, Bloomberg
*QE = quantitative easing; OT = "Operation Twist"

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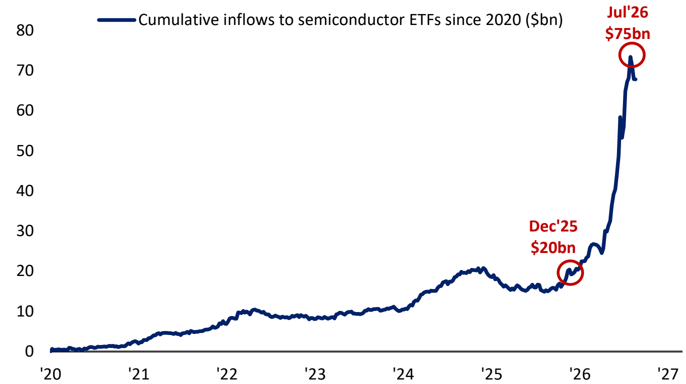
Chart 12: Past 3 weeks = $6bn outflow from semiconductor ETFs
Cumulative flows to semiconductor ETFs* since 2020 ($bn)



Source: BofA Global Investment Strategy, EPFR
*includes fund flows for 8 ETFs: SMH, SOXX, USD, XSD, FTXL, PSI, SOXQ, DRAM

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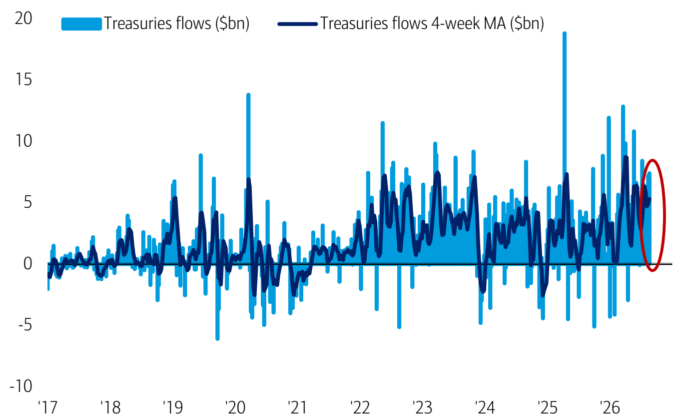
Chart 13: Biggest inflow to US Treasuries in 6 weeks
Flows to Treasury funds, weekly vs 4wk-ma ($bn)



Source: BofA Global Investment Strategy, EPFR

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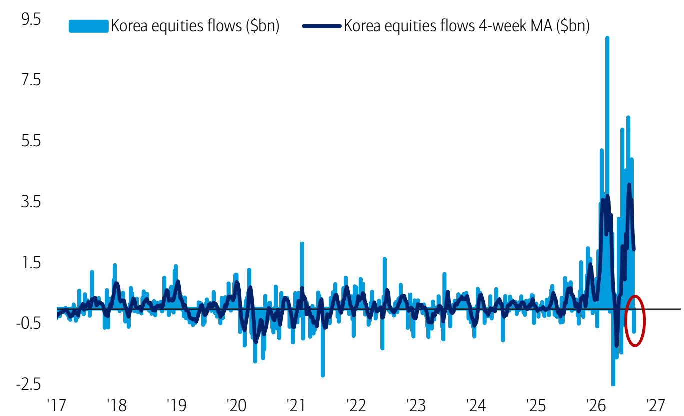
Chart 14: First outflow from Korea equities in 8 weeks
Flows to Korea equity funds, weekly vs 4wk-ma ($bn)



Source: BofA Global Investment Strategy, EPFR

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Asset Class Flows (Table 1)

Equities: $40.1bn inflow ($45.9bn to ETFs, $5.8bn from mutual funds)

Bonds: inflows past 69 weeks ($21.4bn)

Precious metals: inflows past 7 weeks ($3.9bn)

Table 1: Cumulative YTD flows by asset class
Global flows by asset class, $mn

	Wk % AUM	YTD	YTD %AUM
Equities	0.1%	811,435	2.7%
ETFs	0.2%	1,166,787	6.9%
LO	0.0%	-355,035	-2.8%
Bonds	0.2%	626,923	6.5%
Commodities	0.5%	29,967	3.1%
Money-market	0.0%	410,883	3.7%

*week ended 8/19/2026: **Source:** EPFR Global

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Fixed Income Flows (Chart 15)

IG Bond inflows past 20 weeks ($7.5bn)

HY Bond inflows past 5 weeks ($0.7bn)

EM Debt inflows past 3 weeks ($3.3bn)

Munis inflows past 18 weeks ($1.3bn)

Govt/Tsy inflows past 8 weeks ($7.4bn)

TIPS inflows past 29 weeks ($0.8bn)

Bank loan inflows past 10 weeks ($0.6bn)

Equity Flows (Table 2)

US: inflows past 4 weeks ($28.9bn)

Japan: outflows resume ($1.7bn)

Europe: inflows past 3 weeks ($0.2bn)

EM: outflows past 2 weeks ($0.4bn)

By style: inflows **US large cap** ($33.0bn), **US small cap** ($0.1bn), outflows **US value** ($0.2bn), **US growth** ($0.5bn),

By sector: inflows **tech** ($2.3bn), **materials** ($1.5bn), **com svs** ($76mn); outflows **energy** ($22mn), **real estate** ($0.1bn), **utils** ($0.2bn), **hcare** ($0.5bn), **consumer goods** ($0.5bn), **financials** ($2.0bn).

Table 2: Big YTD inflows to US & DM stocks
Global equity flows by region, $mn

	Wk % AUM	YTD
Total Equities	0.1%	811,435
long-only funds	0.0%	-355,035
ETFs	0.2%	1,166,787
Total EM	0.0%	-45,303
Brazil	-1.1%	3,305
India	-0.4%	-10,491
China	-0.1%	-201,631
Total DM	0.1%	856,738
US	0.2%	433,620
Europe	0.0%	-16,299
Japan	-0.1%	21,581
International	0.1%	388,295

Total Equities = Total EM + Total DM. **Source:** EPFR Global

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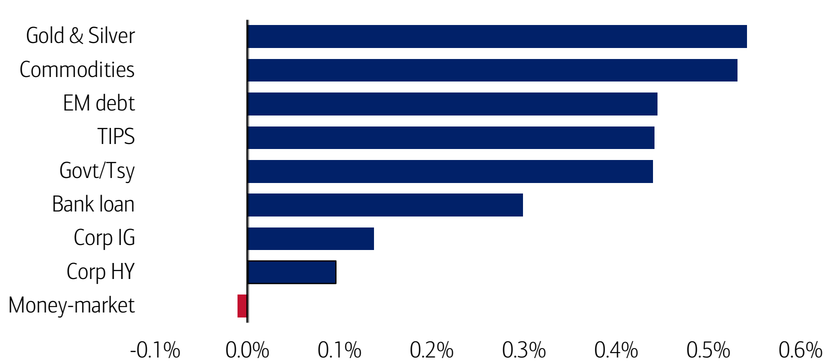
Chart 15: FICC inflows to gold & silver, commodities, EM debt
Weekly FICC flows as a % AUM



Source: BofA Global Investment Strategy, EPFR Global

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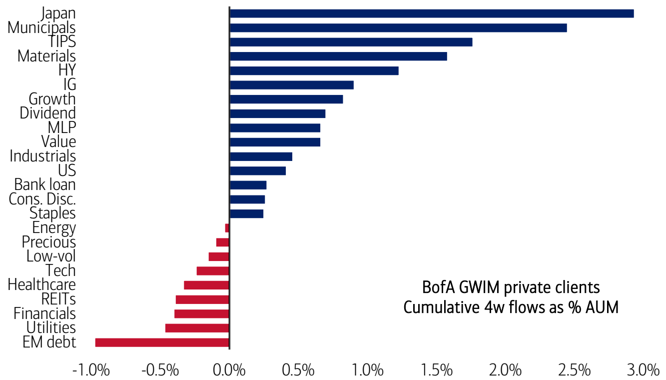
BofA private client flows & allocations

Chart 16: Private clients bought Japan, munis, TIPS
BofA private clients 4-week ETF flows as % of AUM



Source: BofA Global investment Strategy
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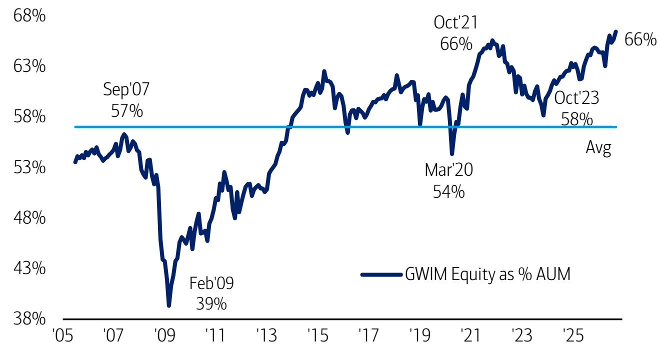
Chart 17: GWIM equity allocation at 66%
BofA private client equity holdings as % of AUM



Source: BofA Global investment Strategy
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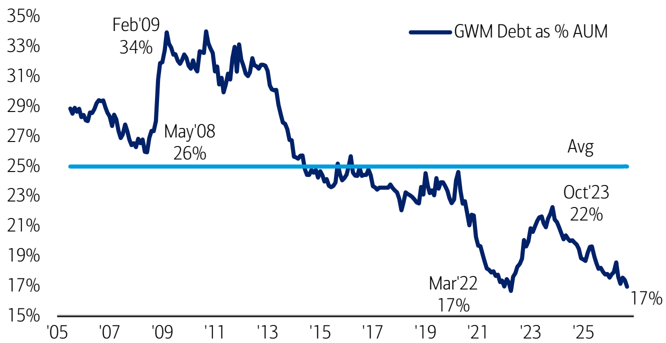
Chart 18: GWIM debt allocation at 17%
BofA private client debt holdings as % of AUM



Source: BofA Global investment Strategy
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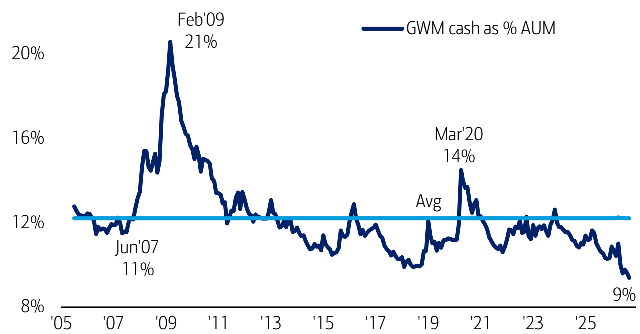
Chart 19: GWIM cash allocation at 9%
BofA private client cash holdings as % of AUM



Source: BofA Global investment Strategy
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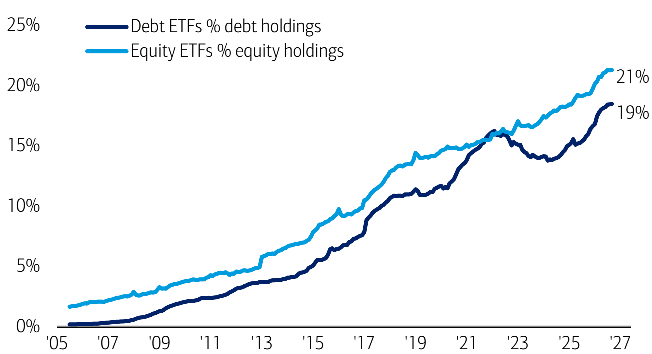
Chart 20: GWIM equity ETFs 21%, debt ETFs 19% of AUM
BofA private client ETF holdings as % of AUM



Source: BofA Global investment Strategy
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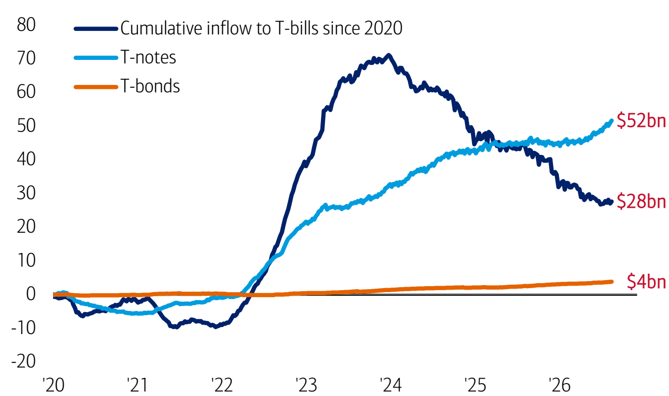
Chart 21: $52bn to T-notes vs $28bn to T-bills since 2020
BofA private client cumulative inflow to Treasuries since 2020 ($bn)



Source: BofA Global investment Strategy
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The Asset Class Quilt of Total Returns

Chart 22: Historical asset class performance by year

Ranked cross asset returns by year

2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
MSCI EM 39.8%	US Treasuries 14.0%	MSCI EM 79.0%	Gold 29.2%	US Treasuries 9.8%	REITS 23.8%	S&P 500 32.4%	S&P 500 13.7%	S&P 500 1.4%	Commodities 17.5%
Commodities 33.0%	Gold 4.3%	Global HY 62.0%	MSCI EM 19.2%	Gold 8.9%	Global HY 19.3%	MSCI EAFE 23.3%	REITS 11.7%	US Treasuries 0.8%	Global HY 14.8%
Gold 31.9%	Cash 2.1%	MSCI EAFE 32.5%	REITS 15.9%	Global IG 4.5%	MSCI EM 18.6%	Global HY 8.0%	US Treasuries 6.0%	Cash 0.1%	S&P 500 12.0%
MSCI EAFE 11.6%	Global IG -8.3%	REITS 31.7%	S&P 500 15.1%	Global HY 2.6%	MSCI EAFE 17.9%	REITS 0.7%	Global IG 3.2%	MSCI EAFE -0.8%	MSCI EM 11.2%
US Treasuries 9.1%	Global HY -27.9%	S&P 500 26.5%	Global HY 13.9%	S&P 500 2.1%	S&P 500 16.0%	Global IG 0.1%	Gold 0.1%	REITS -3.4%	Gold 8.6%
Global IG 7.3%	S&P 500 -37.0%	Commodities 26.1%	Commodities 13.3%	Cash 0.1%	Global IG 11.1%	Cash 0.1%	Cash 0.0%	Global IG -3.8%	Global IG 4.3%
S&P 500 5.5%	Commodities -42.6%	Gold 25.0%	MSCI EAFE 8.2%	Commodities -2.6%	Gold 8.3%	Commodities -2.1%	Global HY -0.1%	Global HY -4.2%	REITS 1.3%
Cash 5.0%	MSCI EAFE -43.1%	Global IG 19.2%	Global IG 6.0%	REITS -9.4%	US Treasuries 2.2%	MSCI EM -2.3%	MSCI EM -1.8%	Gold -10.4%	US Treasuries 1.1%
Global HY 3.0%	REITS -50.2%	Cash 0.2%	US Treasuries 5.9%	MSCI EAFE -11.7%	Cash 0.1%	US Treasuries -3.3%	MSCI EAFE -4.5%	MSCI EM -14.9%	MSCI EAFE 1.0%
REITS -10.0%	MSCI EM -53.2%	US Treasuries -3.7%	Cash 0.1%	MSCI EM -18.2%	Commodities -0.3%	Gold -27.3%	Commodities -29.3%	Commodities -29.4%	Cash 0.3%

2017	2018	2019	2020	2021	2022	2023	2024	2025	2026*
MSCI EM 37.8%	Cash 1.8%	S&P 500 31.5%	Gold 24.8%	Commodities 46.3%	Commodities 31.1%	S&P 500 26.3%	Gold 26.7%	Gold 60.7%	Commodities 63.4%
MSCI EAFE 25.9%	US Treasuries 0.8%	REITS 27.4%	MSCI EM 18.8%	REITS 37.1%	Cash 1.5%	MSCI EAFE 18.9%	S&P 500 25.0%	MSCI EM 32.0%	MSCI EM 20.6%
S&P 500 22.0%	Gold -1.9%	MSCI EAFE 22.8%	S&P 500 18.4%	S&P 500 28.7%	Gold -0.8%	Global HY 13.4%	MSCI EM 8.0%	MSCI EAFE 29.0%	REITS 14.7%
Gold 12.9%	Global HY -3.3%	Commodities 20.1%	Global IG 10.3%	MSCI EAFE 11.9%	US Treasuries -12.9%	Gold 12.7%	Global HY 7.5%	S&P 500 18.5%	MSCI EAFE 13.9%
REITS 11.5%	Global IG -3.4%	MSCI EM 18.6%	MSCI EAFE 8.4%	Global HY 1.4%	Global HY -13.2%	REITS 11.3%	Commodities 5.5%	Global HY 9.9%	S&P 500 13.4%
Global HY 10.2%	REITS -3.9%	Gold 17.9%	US Treasuries 8.2%	Cash 0.0%	MSCI EAFE -13.9%	MSCI EM 10.1%	Cash 5.3%	Global IG 9.8%	Gold 4.4%
Global IG 9.3%	S&P 500 -4.3%	Global HY 13.7%	Global HY 8.0%	MSCI EM -2.3%	Global IG -16.7%	Global IG 9.5%	MSCI EAFE 4.4%	US Treasuries 6.1%	Global HY 2.6%
Commodities 7.6%	Commodities -13.1%	Global IG 11.4%	Cash 0.5%	US Treasuries -2.4%	S&P 500 -18.1%	Cash 5.1%	REITS 3.2%	Commodities 5.9%	Cash 2.3%
US Treasuries 2.4%	MSCI EAFE -13.2%	US Treasuries 7.0%	REITS -4.4%	Global IG -3.0%	MSCI EM -19.8%	US Treasuries 3.9%	Global IG 1.2%	Cash 4.0%	Global IG 0.1%
Cash 0.8%	MSCI EM -14.3%	Cash 2.2%	Commodities -15.0%	Gold -4.1%	REITS -25.2%	Commodities -3.5%	US Treasuries 0.5%	REITS 3.5%	US Treasuries 0.0%

Source: BofA Global Investment Strategy, Bloomberg. *2026 YTD

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BofA Rules & Tools

Table 3: Table 6: BofA Global Investment Strategy Proprietary Indicators
Current reading of all BofA Global Investment Strategy Proprietary Indicators

Proprietary Indicators	Category	Current reading	Current signal	Duration of signal
Contrarian				
BofA Bull & Bear Indicator (B&B)	Contrarian	9.5	Sell	1-3 months
Sell when investor sentiment > 8.0; Buy when investor sentiment < 2.0				
BofA Global FMS Cash Indicator	Contrarian	3.5%	Sell	4 weeks
Buy when cash at or above 5.0%; Sell when cash at or below 4.0%				
BofA Global Breadth Rule	Contrarian	70.5%	Neutral	3 months
Buy when net 88% of markets in MSCI ACWI trading below 200-day moving & 50-day moving averages				
BofA Global Flow Trading Rule	Contrarian	0.7%	Neutral	8 weeks
Buy when outflows from global equities & HY > 1.0% AUM over 4wks; Sell when inflows > 1.0% AUM over 4wks				
BofA EM Flow Trading Rule	Contrarian	0.7%	Neutral	8 weeks
Buy when outflows from EM equities > 3.0% of AUM; Sell when inflows > 1.5% of AUM over 4 wks				
Macro				
BofA Global EPS Growth Model	Macro	9%	EPS growth rising	6-12 months
Model indicates trend in year-on-year change in 12-month forward global EPS growth.				

Source: BofA Global Investment Strategy. See *Global Investment Strategy: Rules & Tools, 12 November 2020* and BofA Bull & Bear Indicator revamp reports

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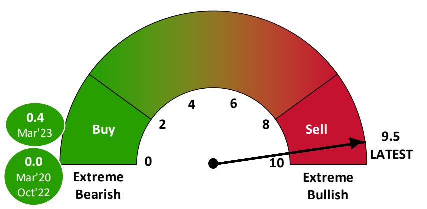
BofA Bull & Bear Indicator (B&B)

Our BofA Bull & Bear Indicator is at 9.5… signal is Sell.

Chart 23: BofA Bull & Bear at 9.5
Up to 9.5 from 9.3



Source: BofA Global Investment Strategy

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Table 4: Table 7: BofA B&B Indicator
BofA Bull & Bear current component readings

Components	Percentile	Sentiment
Hedge Fund Positioning	83%	V Bullish
Equity Flow	93%	V Bullish
Bond Flow	70%	Neutral
Credit Market Technicals	77%	Bullish
Global Stock Index Breadth	65%	Neutral
FMS Positioning	99%	V Bullish

Source: BofA Global Investment Strategy, Bloomberg, EPFR Global, Lipper FMI, Global FMS, CFTC, MSCI

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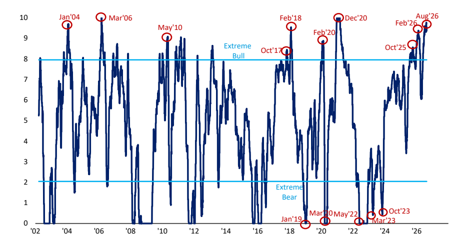
Chart 24: BofA Bull & Bear Indicator at 9.5
BofA Bull & Bear Indicator since 2002



Source: BofA Global Investment Strategy, EPFR Global, FMS, CFTC, MSCI.

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Disclaimer: The indicators identified above as the BofA Bull & Bear Indicator, MVP Model, BofA Global Breadth Rule, BofA EM Flow Trading Rule, BofA Global Flow Trading Rule, BofA Global FMS Macro Indicator, BofA Global FMS Cash Rule, Global Wave, Sell-Side Indicator, and Global Financial Stress Indicator are intended to be indicative metrics only and may not be used for reference purposes or as a measure of performance for any financial instrument or contract, or otherwise relied upon by third parties for any other purpose, without the prior written consent of BofA Global Research. These indicators were not created to act as a benchmark.
The analysis of the BofA Bull & Bear Indicator in this report is back-tested and does not represent the actual performance of any account or fund. Back-tested performance depicts the hypothetical back-tested performance of a particular strategy over the time period indicated. In future periods, market and economic conditions will differ and the same strategy will not necessarily produce the same results. No representation is being made that any actual portfolio is likely to have achieved returns similar to those shown herein. In fact, there are frequently sharp differences between back-tested returns and the actual results realized in the actual management of a portfolio. Back-tested performance results are created by applying an investment strategy or methodology to historical data and attempts to give an indication as to how a strategy might have performed during a certain period in the past if the product had been in existence during such time. Back-tested results have inherent limitations including the fact that they are calculated with the full benefit of hindsight, which allows the security selection methodology to be adjusted to maximize the returns. Further, the results shown do not reflect actual trading or the impact that material economic and market factors might have had on a portfolio manager's decision-making under actual circumstances. Back-tested returns do not reflect advisory fees, trading costs, or other fees or expenses.

2026 Cross-Asset Winners & Losers

Table 5: 2026 YTD ranked returns

Year-to-date cross asset returns in US dollar terms

Ranked Returns, USD-terms (YTD 2026)

Assets

1	Oil	49.5%
2	EM Equities	20.6%
3	Japan Equities	18.0%
4	Pacific Rim xJapan	15.6%
5	Industrial Metals	13.8%
6	US Equities	13.3%
7	UK Equities	12.4%
8	Europe Equities	12.2%
9	Gold	3.4%
10	HY Bonds	2.6%
11	EM Bonds	1.1%
12	US Dollar	0.5%
13	IG bonds	0.1%
14	Govt Bonds	-1.1%

Equities

1	Korea Equities	77.6%
2	Taiwan Equities	58.0%
3	Singapore Equities	25.7%
4	Türkiye Equities	25.2%
5	Greece Equities	24.2%
6	Portugal Equities	20.6%
7	Italy Equities	18.2%
8	Japan Equities	18.0%
9	Spain Equities	17.6%
10	Canada Equities	15.5%
11	Australia Equities	15.3%
12	US Equities	13.3%
13	UK Equities	12.4%
14	Mexico Equities	10.8%
15	Switzerland Equities	10.3%
16	Brazil Equities	9.7%
17	Hong Kong Equities	7.8%
18	France Equities	6.8%
19	Germany Equities	5.9%
20	S. Africa Equities	5.7%
21	China Equities	-8.1%
22	India Equities	-9.1%

Sectors

1	ACWI Energy	33.9%
2	ACWI Info Tech	26.8%
3	ACWI BioTechnology	17.3%
4	ACWI Industrials	14.6%
5	ACWI Banks	14.5%
6	ACWI Materials	13.5%
7	ACWI Healthcare	9.0%
8	ACWI Financials	8.9%
9	ACWI Real Estate	6.8%
10	ACWI Consumer Staples	6.1%
11	ACWI Utilities	4.2%
12	ACWI Cons. Discretionary	-1.7%
13	ACWI Telecoms	-2.7%

Fixed Income

1	US Corp HY	2.5%
2	3-Month T-Bills	2.3%
3	EM Corporate	1.5%
4	European HY	1.2%
5	TIPS	1.1%
6	EM Sovereign	1.1%
7	2-year Treasury	1.0%
8	US Mortgage Master	0.8%
9	BBB IG	0.5%
10	US Corp IG	0.2%
11	Treasury Master	0.0%
12	CCC HY	-0.1%
13	UK Govt	-0.4%
14	German Govt	-1.5%
15	Non-US IG Govt	-2.1%
16	30-year Treasury	-2.2%
17	Japan Govt	-5.0%

FX vs. USD

1	Norwegian krone	8.1%
2	Australian dollar	6.8%
3	Mexican peso	6.3%
4	Brazilian real	5.8%
5	Chinese renminbi	3.8%
6	Korean won	3.7%
7	NZ dollar	3.1%
8	South African rand	2.9%
9	Singapore dollar	1.1%
10	British pound	1.0%
11	Euro	-0.6%
12	Swiss franc	-0.6%
13	Canadian dollar	-0.6%
14	Japanese yen	-0.9%
15	Taiwanese dollar	-1.7%
16	Swedish krona	-2.4%
17	Indian rupee	-6.1%
18	Indonesian rupiah	-6.4%
19	Turkish lira	-10.4%
20	Bitcoin	-21.2%

Commodities

1	Commodities	63.4%
2	Brent Crude Oil	50.6%
3	WTI Crude Oil	49.5%
4	Copper	13.3%
5	Gold	3.4%
6	Silver	-6.8%
7	Iron Ore	-9.8%
8	Platinum	-11.0%

Source: BofA Global Investment Strategy, Bloomberg, as of 19 August 2026

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Table 6: The Overbought & Oversold

Ranked deviation from 200-day moving averages in US dollar terms

Ranked Deviation from 200-Day Moving Average, USD-terms

Assets

1	Oil	10.4%
2	US Equities	9.1%
3	Pacific Rim xJapan	8.3%
4	Europe Equities	8.1%
5	EM Equities	7.9%
6	Japan Equities	7.7%
7	UK Equities	7.3%
8	Industrial Metals	6.5%
9	High Yield Bonds	1.9%
10	EM Sov Bonds	0.8%
11	IG Bonds	0.1%
12	Gold	0.0%
13	US Dollar	-0.3%
14	Govt Bonds	-0.6%

Equities

1	Taiwan Equities	22.9%
2	Singapore Equities	19.3%
3	Korea Equities	18.1%
4	Greece Equities	15.7%
5	Spain Equities	13.1%
6	Italy Equities	12.7%
7	Portugal Equities	10.2%
8	Canada Equities	10.1%
9	US Equities	9.1%
10	Türkiye Equities	7.9%
11	Japan Equities	7.7%
12	Australia Equities	7.5%
13	Switzerland Equities	7.4%
14	UK Equities	7.3%
15	Germany Equities	6.4%
16	France Equities	5.7%
17	S. Africa Equities	5.0%
18	Mexico Equities	1.6%
19	Hong Kong Equities	1.5%
20	India Equities	-2.3%
21	Brazil Equities	-2.4%
22	China Equities	-4.5%

Sectors

1	ACWI BioTechnology	16.5%
2	ACWI Info Tech	15.0%
3	ACWI Energy	13.8%
4	ACWI Banks	10.8%
5	ACWI Healthcare	9.9%
6	ACWI Financials	8.7%
7	ACWI Industrials	5.8%
8	ACWI Materials	5.6%
9	ACWI Consumer Staples	1.7%
10	ACWI Cons. Discretionary	1.4%
11	ACWI Real Estate	0.0%
12	ACWI Utilities	-1.4%
13	ACWI Telecoms	-2.5%

Fixed Income

1	US Corp HY	1.7%
2	European HY	1.4%
3	3-Month T-Bills	1.4%
4	EM Corporate	0.9%
5	EM Sovereign	0.8%
6	2-year Treasury	0.8%
7	TIPS	0.3%
8	US Mortgage Master	0.2%
9	CCC HY	0.1%
10	BBB IG	0.1%
11	US Corp IG	-0.1%
12	Treasury Master	-0.1%
13	UK Govt	-0.8%
14	German Govt	-0.9%
15	Non-US IG Govt	-1.0%
16	30-year Treasury	-2.4%
17	Japan Govt	-2.6%

FX vs. USD

1	Korean won	6.4%
2	Norwegian krone	3.8%
3	Mexican peso	3.7%
4	Australian dollar	2.7%
5	South African rand	2.5%
6	Chinese renminbi	2.3%
7	NZ dollar	1.7%
8	British pound	1.4%
9	Singapore dollar	0.9%
10	Euro	0.4%
11	Brazilian real	0.4%
12	Canadian dollar	0.3%
13	Japanese yen	0.1%
14	Swiss franc	-0.5%
15	Taiwanese dollar	-0.9%
16	Swedish krona	-1.1%
17	Indian rupee	-2.9%
18	Indonesian rupiah	-3.3%
19	Argentine peso	-4.4%
20	Turkish lira	-6.6%

Commodities

1	Brent Crude Oil	10.9%
2	WTI Crude Oil	10.4%
3	Copper	9.2%
4	Gold	-0.6%
5	Platinum	-6.7%
6	Iron Ore	-7.8%
7	Silver	-8.5%
8	Natural Gas	-16.2%

Source: BofA Global Investment Strategy, Bloomberg, as of 19 August 2026

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Acronyms

FMS – Fund Manager Survey

GWIM – Global Wealth and Investment Management

MA – Moving average

AUM – Assets Under Management