

Ambassador Income

Q2 | 2026 Commentary

The second quarter of 2026 was characterized by a significant improvement in investor sentiment as financial markets recovered from the volatility experienced earlier in the year. Inflation continued to moderate gradually, providing greater confidence that price pressures were moving in the right direction, although they remained above the Federal Reserve's long-term target. As a result, policymakers maintained a patient approach to monetary policy, emphasizing that future interest rate decisions would remain dependent on incoming economic data. Treasury yields fluctuated throughout the quarter as investors balanced improving inflation trends with continued economic resilience.

The U.S. labor market remained a key source of stability. Monthly non-farm payroll reports continued to reflect healthy job creation, while the low unemployment regime endured, reinforcing expectations that the economy was expanding at a measured pace. Although geopolitical tensions in the Middle East periodically contributed to higher energy prices and bouts of market volatility, their broader impact on financial markets proved relatively limited as investors focused on improving economic fundamentals and solid corporate earnings.

Ambassador Income remains grounded in a disciplined and objective economic model that is updated monthly and utilizes U.S. non-farm payroll trends to guide portfolio positioning. Throughout the second quarter, the model consistently held a slight expansionary outlook, reflecting the ongoing resilience of the labor market and the absence of meaningful signs of economic deterioration. As a result, no major allocation changes were required during the quarter, allowing the strategy to maintain a stable positioning aligned with prevailing economic conditions.

The portfolio continued to emphasize a diversified mix of high quality fixed income sectors, including investment grade corporate bonds, agency mortgage-backed securities, short and intermediate term U.S. Treasuries, selected long duration Treasuries, taxable municipal bonds, and convertible securities. This diversified allocation seeks to balance current income generation, interest rate risk, and opportunities for capital appreciation across varying market environments. The strategy also maintained a modest strategic allocation to gold, which continues to seek to provide diversification benefits and a potential hedge against periods of elevated market uncertainty or geopolitical stress.

Looking ahead, we remain constructive on the outlook for fixed income markets. Investment grade yields continue to offer attractive income opportunities relative to recent history, while moderating inflation and a resilient labor market support a balanced economic outlook. Although uncertainty surrounding future Federal Reserve policy and geopolitical developments may contribute to periods of market volatility, the strategy's disciplined, model-driven approach remains focused on adapting to evolving economic conditions with the intent of emphasizing income generation, diversification, and prudent risk management.

Should you wish to speak with one of our portfolio managers, please email investments@kingsview.com.

Kingsview Wealth Management (“KWM”) is an investment adviser registered with the Securities and Exchange Commission (“SEC”). Information presented is for educational purposes only and does not intend to make an offer or solicitation for the sale or purchase of any specific securities, investments, or investment strategies. Investments involve risk and unless otherwise stated, are not guaranteed.

Kingsview Investment Management (“KIM”) is the internal portfolio management group of KWM. KIM asset management services are offered to KWM clients through KWM IARs. KIM asset management services are also offered to non KWM clients and unaffiliated advisors through model leases, solicitor agreements and model trading agreements. KWM clients utilizing asset management services provided by KIM will incur charges in addition to the KWM advisory fee.

This material has been prepared by Kingsview Wealth Management, LLC. It is not, and should not, be regarded as investment advice or as a recommendation regarding any particular security or course of action. Opinions expressed herein are current opinions as of the date appearing in this material only. All investments entail risks. There is no guarantee that investment strategies will achieve the desired results under all market conditions and each investor should evaluate their ability to invest for the long term. This information does not address individual situations and should not be construed or viewed as any type of individual or group recommendation. Be sure to first consult with a qualified financial adviser, tax professional, and/or legal counsel before implementing any securities, investments, or investment strategies discussed.

The firm claims compliance with GIPS®. For a complete list and description of the firm's composites and / or a presentation that adheres to the GIPS standards, contact gips@kingsview.com. For purposes of compliance with the Global Investment Performance Standards (GIPS®), the “firm” refers to only Kingsview Investment Management.

For the purpose of complying with the Global Investment Performance Standards (GIPS) standards, Kingsview Wealth Management “KWM” and Kingsview Investment Management “KIM, the firm” are separate and distinct entities. Kingsview Wealth Management is an independent investment advisor registered under the Investment Advisors Act of 1940. KWM manages assets across a wide scope with many independent advisors and does not claim compliance with the GIPS Standards. Kingsview Investment Management “KIM” is a subset of Kingsview Wealth Management where KIM retains the sole investment decision making ability on accounts it is managing under KIM, and all composites and models under KIM are maintained consistent with the GIPS Standards, and KIM does wish to claim compliance with the GIPS Standards. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS