

KEY TAKEAWAYS

- Oil falls on peace hopes; all eyes on Warsh and Wednesday's FOMC meeting.
- BTC ETF outflows offset by treasury buying by MSTR and BMNR.
- AI tokens (TAO, AKT, NEAR) outperform as the CLARITY Act nears final approval.

DIGITAL ASSET COMMENTARY

A potential deal with Iran and the reopening of the Strait of Hormuz continue to pressure oil prices lower. Technicals now point toward a full retracement of the March breakout. Should a durable peace agreement emerge, it could give incoming Fed Chair Warsh additional flexibility to maintain a dovish stance at his first FOMC meeting on Wednesday. Markets will be watching closely for signals on the urgency of rate cuts, the tone of future Fed communications, and any discussion surrounding balance sheet policy.

In crypto, BTC has experienced \$5.72 billion in ETF outflows over the past three weeks. Despite this, corporate treasury demand remains strong. MSTR purchased 1,587 BTC for approximately \$100 million, while BMNR acquired 76,881 ETH last week, bringing its total holdings to 5.62 million ETH, or roughly 4.66% of total ETH supply. Meanwhile, CME Commitment of Traders data continues to show commercial traders, historically the most directionally accurate cohort, maintaining meaningful net short positions in both BTC and ETH.

From a technical perspective, BTC and several altcoins formed double bottoms on lower timeframes, triggering the current recovery. This move could ultimately result in a 50% mean reversion of the prior decline, which would place BTC near \$71k. AI-related tokens, including TAO, AKT, and NEAR, were among the earliest leaders over the weekend and have continued to outperform during the rebound. The AI theme remains one of the strongest areas of relative strength across both traditional and crypto markets.

Supporting the recovery is improving regulatory sentiment. According to White House official Patrick Witt, lawmakers are targeting passage of the Crypto CLARITY Act by July 4. The legislation would establish a framework distinguishing digital securities regulated by the SEC from digital commodities regulated by the CFTC. It would also clarify that most secondary-market token trading should be treated as commodity activity rather than securities transactions, while introducing registration, disclosure, customer protection, and compliance standards for crypto exchanges, brokers, and dealers.

CHART 1: BTC-BACKED PREFERRED STRC & SATA

Saylor's STRC has lagged SATA's recovery back to 100.

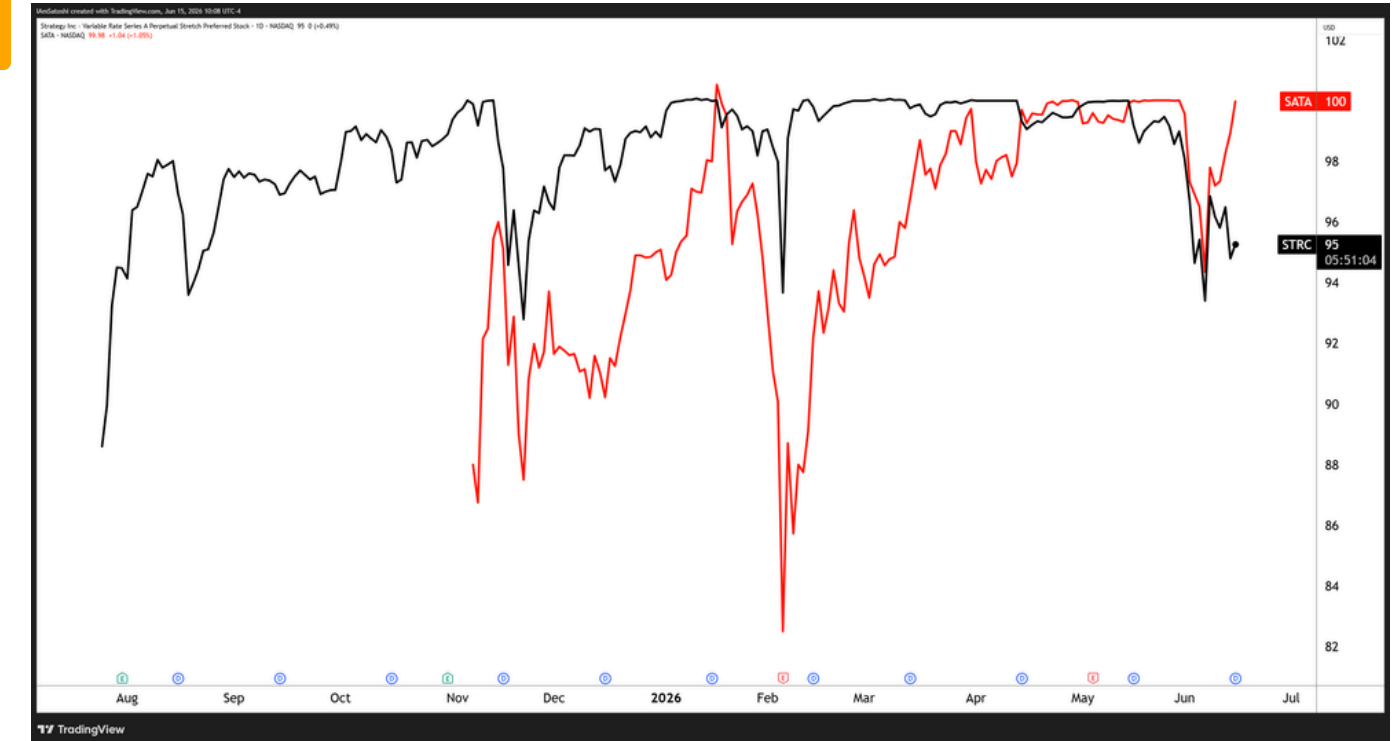


CHART 2: SOUTH KOREA'S KOSPI COMPOSITE INDEX

The AI semiconductor-heavy KOSPI is up nearly 100% year-to-date.

