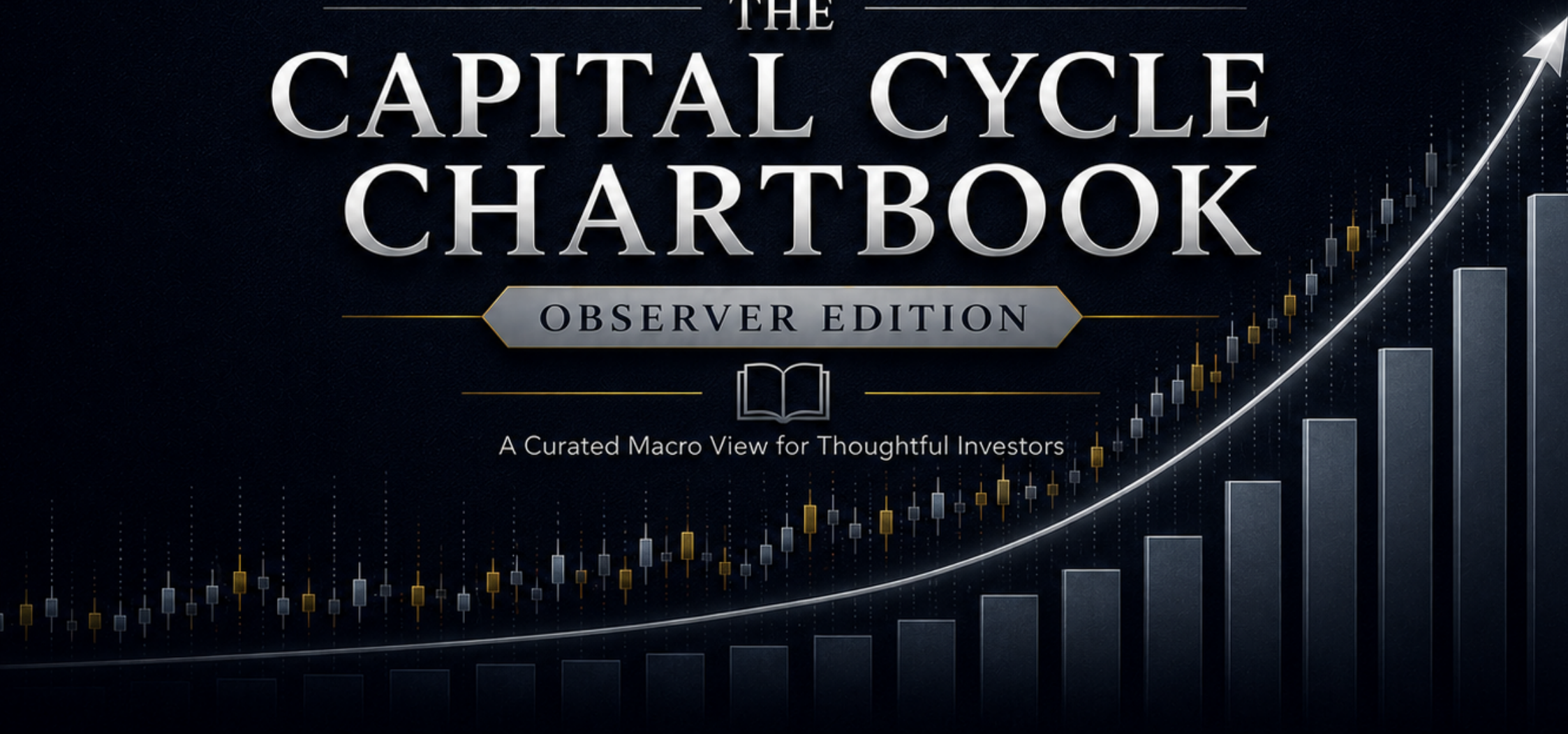
CAPITAL CYCLE
INTELLIGENCE

THE CAPITAL CYCLE CHARTBOOK

OBSERVER EDITION

A Curated Macro View for Thoughtful Investors



CAPITAL CYCLE INTELLIGENCE

THE CAPITAL CYCLE LETTER CHARTBOOK

Observer Edition

August 2026

A Capital Cycle Perspective

Mature Expansion

Liquidity Is Supportive. Transmission Is Selective.

WELCOME TO THE CAPITAL CYCLE LETTER CHARTBOOK OBSERVER EDITION

This publication is the visual companion to the Observer Letter.

The Letter explains the evidence. The Chartbook allows you to see it for yourself. Each chart highlights one important part of the Capital Cycle without overwhelming you with unnecessary data.

Over time, you will begin recognising recurring patterns, understanding why markets behave as they do and developing the confidence to read the Capital Cycle independently.

Welcome. Let us explore the evidence.

HOW TO READ THIS CHARTBOOK

Charts are the primary signal. Commentary provides the educational context.

We begin with the macro regime, then follow liquidity into economic growth. Each chart isolates one idea; together they show whether the cycle remains supportive and where the evidence is changing.

Price is the output.

Liquidity, Growth and credit are the inputs

SECTION 1 - CURRENT MACRO REGIME

Question: What environment are we operating in?

Capital Cycle Scorecard

Factor	Score	Direction
Liquidity	🟢 8.7 / 10	Supportive
Growth	🟢 7.4 / 10	Expanding
Credit	🟢 7.8 / 10	Constructive
Confidence	🟡 6.8 / 10	Selective
Overall Regime	🟢 7.2 / 10	Mature Expansion

The combined evidence remains consistent with a Mature Expansion. Liquidity, growth and credit are constructive; confidence is positive but increasingly selective.

Capital Cycle Dashboard

Where are we?

CURRENT REGIME

🟢 **Mature Expansion**

OVERALL SCORE

7.4 / 10

CONFIDENCE

Moderate

CAPITAL CYCLE SCORECARD

Liquidity 🟢 **8.0**

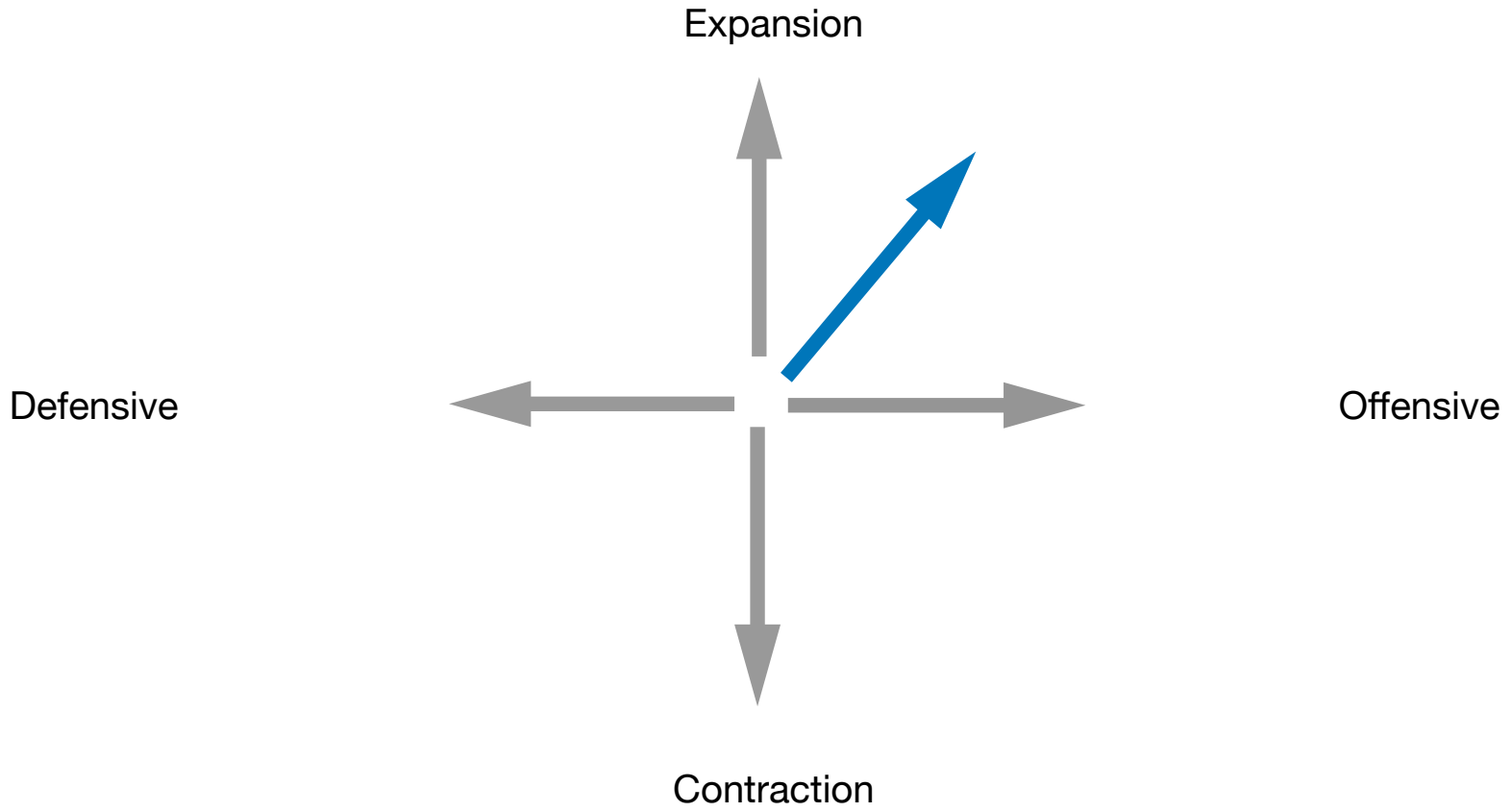
Growth	🟢 **7.8**
Credit	🟢 **7.6**
Confidence	🟡 **6.2**

Expansion remains intact, although participation has become increasingly selective.

Macro Compass

How should capital be positioned?

↗ Expansion with a selective offensive bias.



The Macro Compass continues pointing toward expansion despite increasing geopolitical and monetary policy crosswinds.

While momentum has moderated, the broader direction of the Capital Cycle remains constructive.

Macro Regime Guide

Why does this regime behave this way?

Regime	Liquidity	Growth	Credit	Confidence
Expansion	🟢	🟢	🟢	🟢
Mature Expansion	🟢	🟢	🟢	🟡
Slowdown	🟡	🟡	🟡	🟡
Contraction	🔴	🔴	🔴	🔴
Recovery	🟢	🟡	🟡	🟡

August continues displaying the defining characteristics of a Mature Expansion.

SECTION 2 - LIQUIDITY

Question: Is there enough liquidity to support the Capital Cycle?

Capital Cycle Scorecard

Factor	Score	Direction
Global Liquidity	🟢 8.7 / 10	Expanding
US Net Liquidity	🟡 6.8 / 10	Supportive but slower
Liquidity Impulse	🟡 7.1 / 10	Recovering
Stablecoin Liquidity	🔴 5.0 / 10	Contracting
Liquidity Outlook	🟡 7.2 / 10	Supportive, uneven

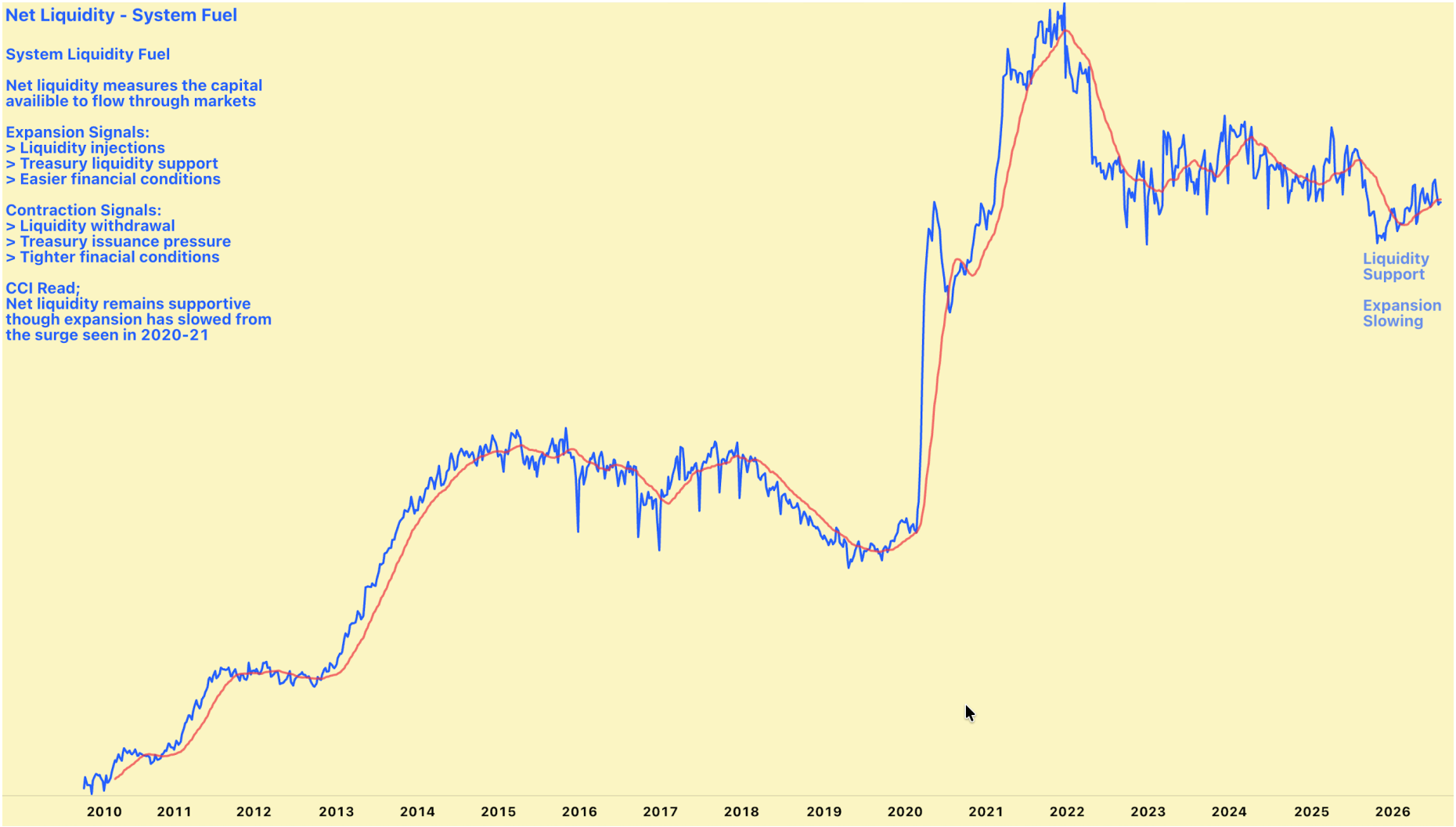
Global liquidity remains supportive, but the transmission of that liquidity is increasingly uneven.

Global Liquidity Index



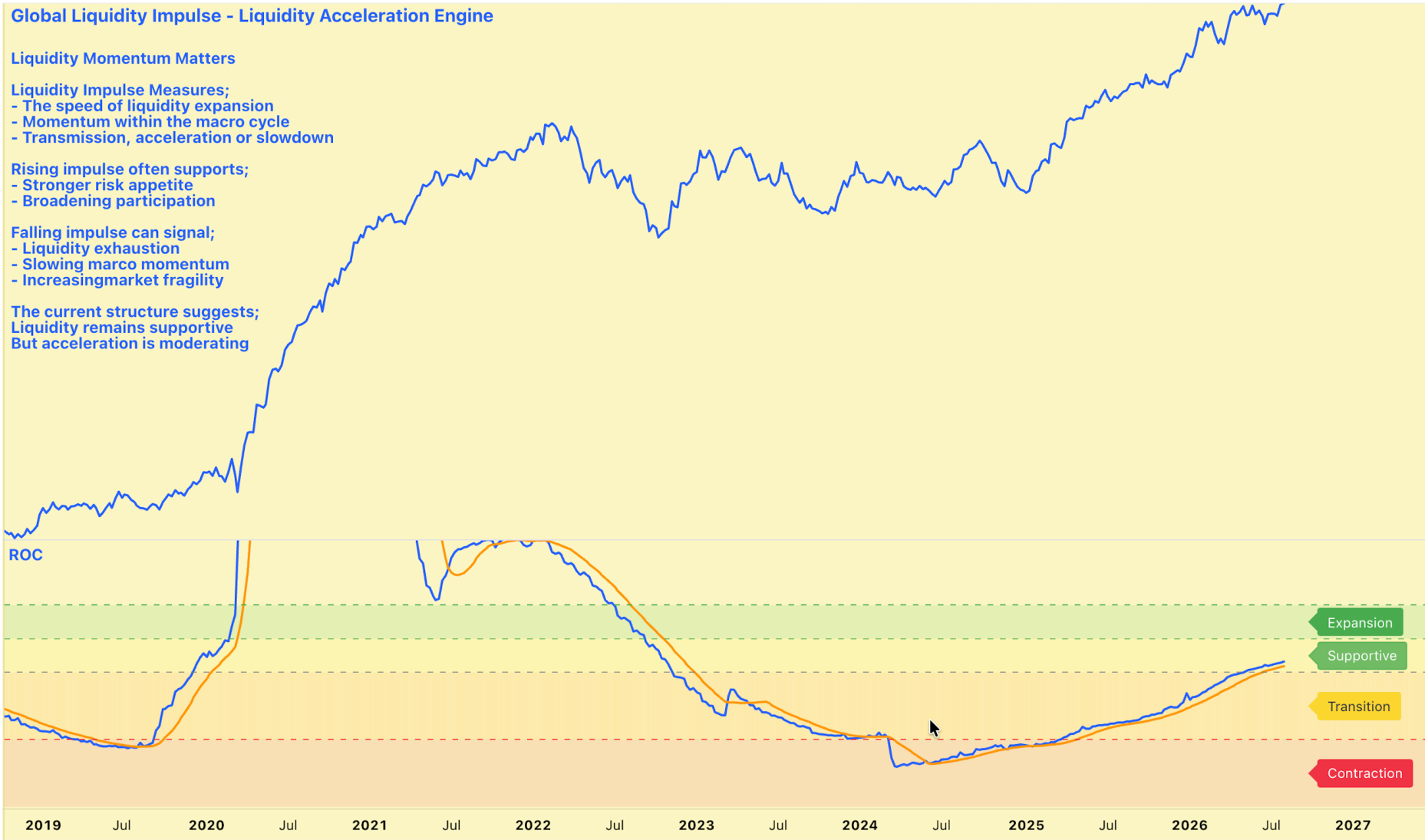
The global reservoir continues expanding, providing a constructive monetary foundation.

US Net Liquidity



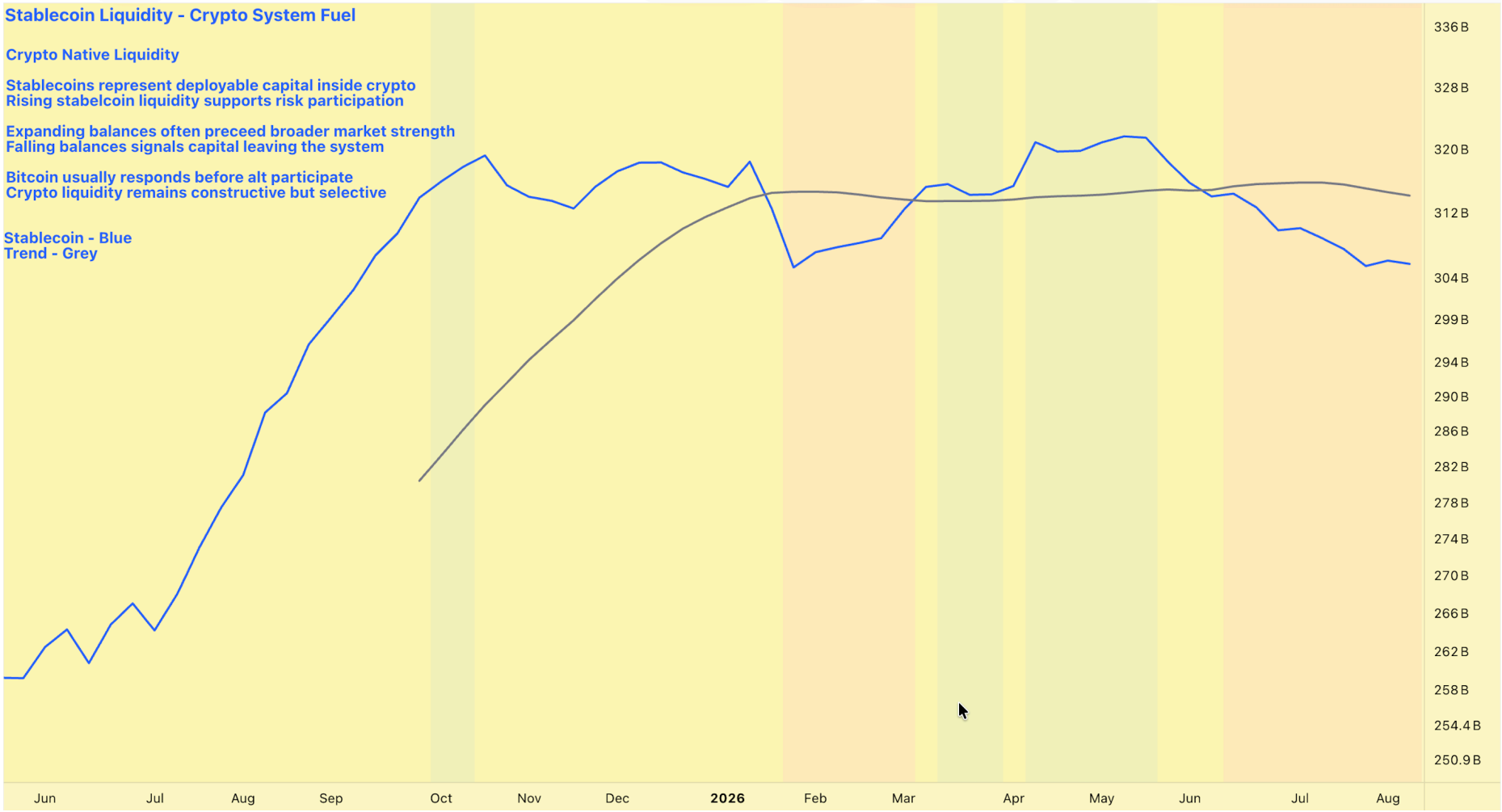
The domestic pipeline remains open, although its flow is less forceful than the global headline.

Global Liquidity Impulse



Liquidity momentum has recovered into supportive territory without matching earlier acceleration phases.

Stablecoin Liquidity



Crypto-native liquidity remains below trend, weakening transmission from the global backdrop into Bitcoin.

★ CCI LEARNING MOMENT

Liquidity Is a Journey, Not a Number

Capital must first exist, then reach the financial system, then enter the specific market being studied. Global liquidity can rise while stablecoin liquidity falls. Both statements can be true.

Capital Cycle Takeaway

The fuel exists, but it is not reaching every engine equally. Global liquidity supports the expansion; weak crypto-native liquidity explains impaired Bitcoin transmission.

SECTION 3 - GROWTH

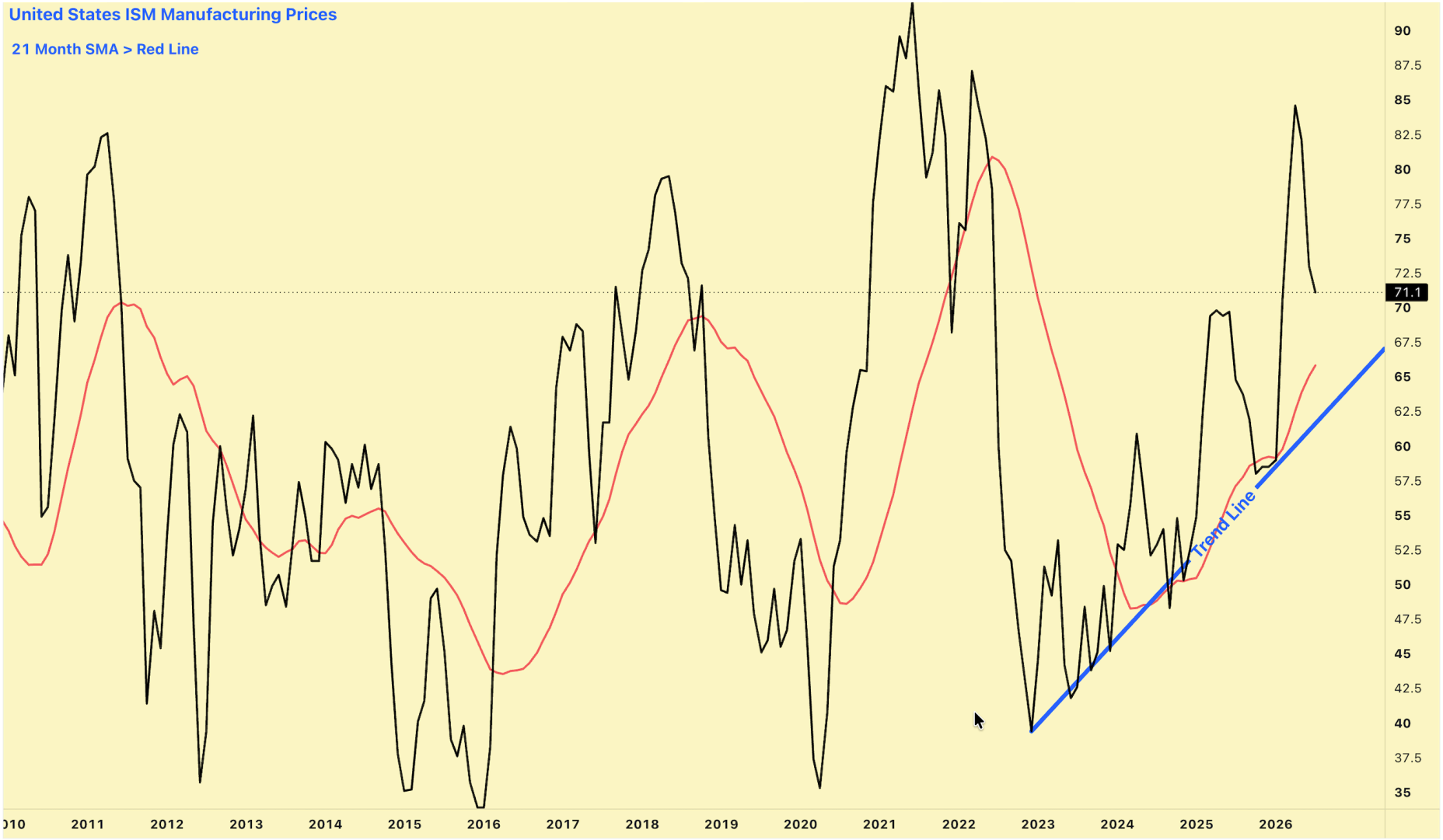
Question: Is liquidity translating into economic growth?

Capital Cycle Scorecard

Factor	Score	Direction
Manufacturing	🟢 8.0 / 10	Reaccelerating
Services	🟢 7.7 / 10	Strong
Employment	🟡 6.4 / 10	Moderating
Input Costs	🔴 5.2 / 10	Elevated
Growth Outlook	🟢 7.4 / 10	Expansion

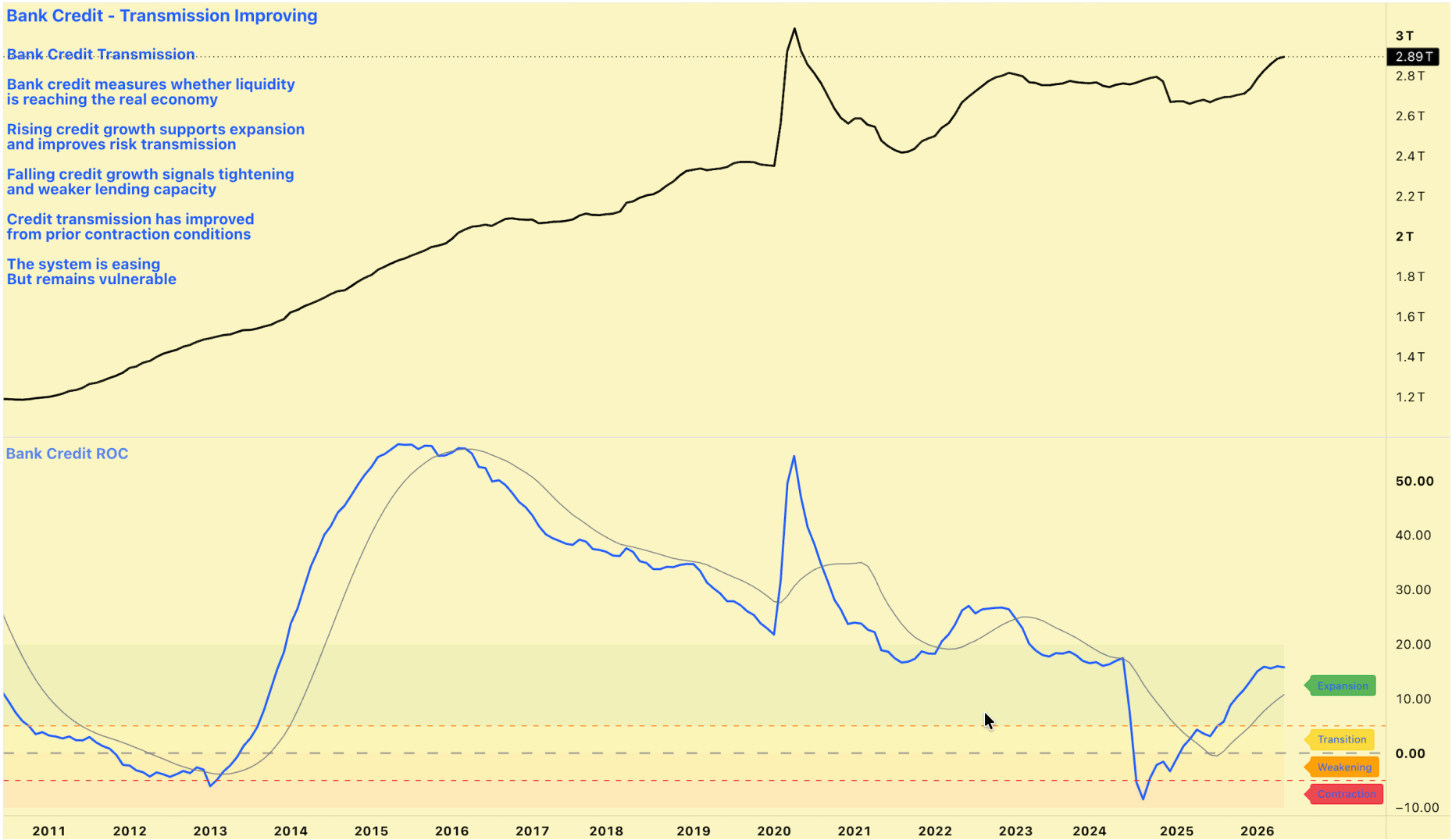
Manufacturing and services remain constructive. Employment is moderating while input-cost pressure remains the principal constraint.

ISM Manufacturing PMI



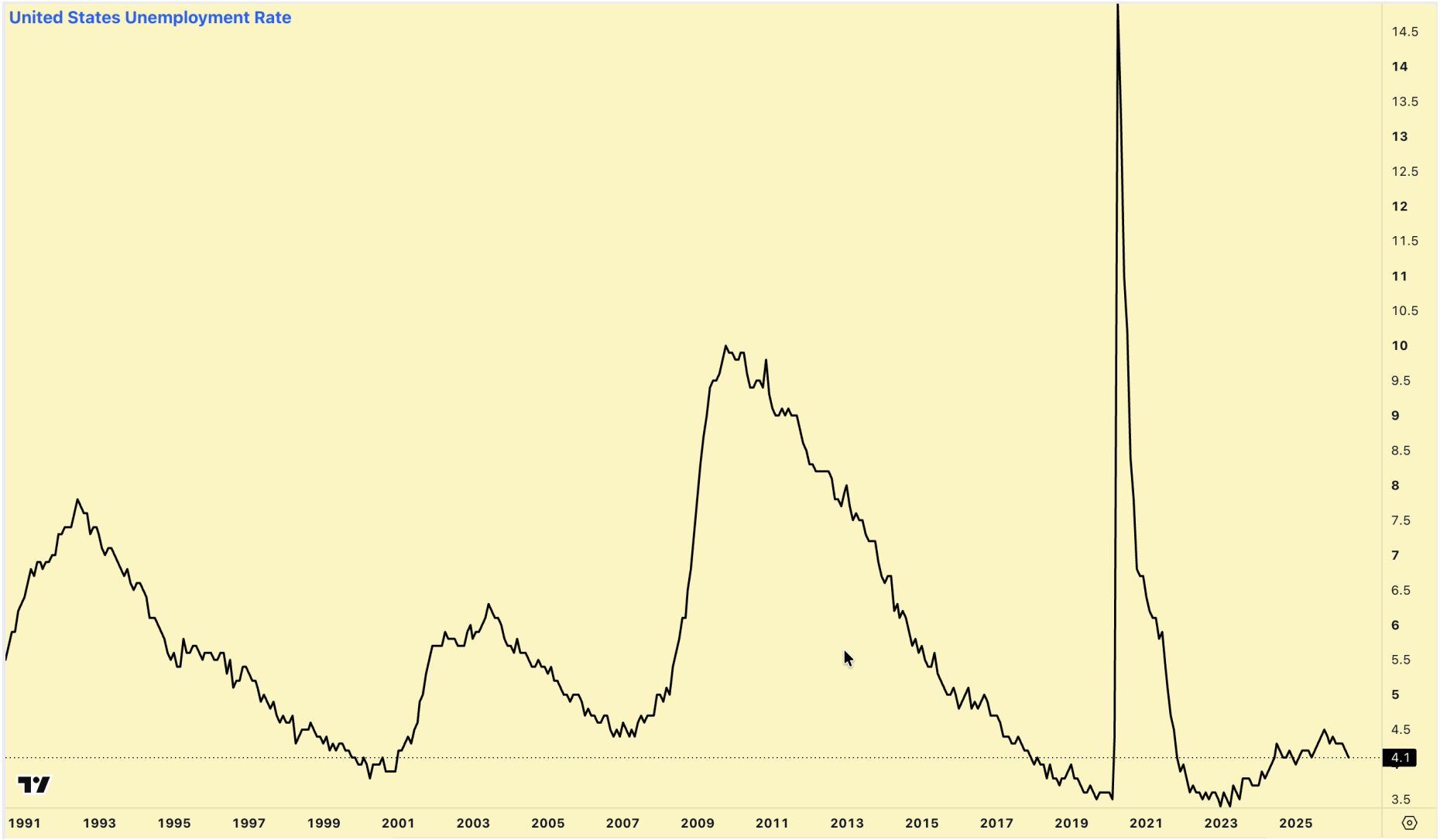
Manufacturing has reaccelerated above 50, confirming continued economic expansion.

Services PMI



Services remain resilient and continue providing a stabilising foundation for domestic demand.

US Unemployment Rate



The labour market is moderating rather than collapsing; the present level remains consistent with expansion.

ISM Manufacturing Prices Paid



Input costs remain elevated, leaving inflation sensitive to energy and shipping disruption.

★ CCI LEARNING MOMENT

Good Growth Is Not Always Easy Policy

Stronger activity can support earnings while elevated input costs keep interest rates higher. The economy and the market can therefore experience the same data differently.

Capital Cycle Takeaway

Growth remains strong enough to sustain the expansion, but perhaps too strong—and accompanied by too much price pressure—to produce an easy policy response.

OBSERVER WATCH LIST

What deserves attention before the next Letter?

🔵 GLOBAL LIQUIDITY

Is the global reservoir continuing to expand, and is the liquidity impulse still improving?

🟠 CRYPTO-NATIVE LIQUIDITY

Does stablecoin supply stabilise, allowing global liquidity to reach Bitcoin more effectively?

🟡 GROWTH AND INFLATION

Can manufacturing remain above 50 without renewed energy and freight costs pushing input prices higher?

🟢 POLICY AND LONG YIELDS

Do markets receive clearer policy guidance, and can the long end stabilise without disrupting credit or equity valuations?

The objective is not to guess which risk matters next. It is to know what evidence would confirm that the cycle is changing.

BEYOND THE OBSERVER CHARTBOOK

The Observer Chartbook follows the first three layers of the Capital Cycle: the current regime, liquidity and growth. Those layers establish the environment and show whether monetary support is reaching the real economy.

The complete Letter and Chartbook continue the same investigation through credit conditions, investor confidence, market leadership, capital rotation, long-term valuation and the monthly Canaries. Those additional sections do not replace the Observer evidence; they show how the same macro inputs are being expressed across financial markets.

When that additional context becomes useful, it is available through the Practitioner and Professional levels. Until then, this Observer Chartbook contains everything needed to follow its part of the framework properly.

CONTINUE YOUR JOURNEY

The Observer Chartbook is designed to stand on its own. It provides the visual evidence supporting the current regime, liquidity and growth.

When you are ready for greater depth, the complete Capital Cycle Letter and Chartbook continue through Credit, Confidence, Leadership, Capital Rotation, valuation, the Investment Outlook and the monthly Canaries.

Practitioner membership provides the complete monthly Letter and Chartbook. Professional membership extends that work through the Monthly Engine Report and Deep-Dive Research.

There is no urgency. Continue with the Observer publications for as long as they serve your process. The additional evidence will be ready when it becomes useful to you.

CAPITAL CYCLE INTELLIGENCE

Know What You Own

Know Why You Own It

Know When You Are Wrong

Know How to Behave

DISCLAIMER

This publication is provided for informational and educational purposes only and does not constitute financial advice, investment advice, or a recommendation to buy or sell any financial instrument.

The views expressed are based on current market conditions and are subject to change without notice. While every effort has been made to ensure the accuracy of the information presented, no representation or warranty is made as to its completeness or reliability.

Investing involves risk, including the potential loss of capital. Readers should conduct their own research and consider their financial situation, risk tolerance, and investment objectives before making any investment decisions.

Past performance is not indicative of future results.

Capital Cycle Intelligence accepts no liability for any financial decisions made in reliance upon the information contained in this publication.