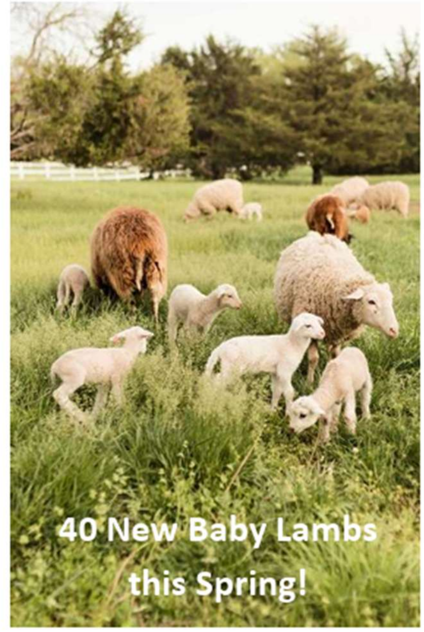
PASCOLO VERDE

Q2 2026 NEWSLETTER



Hi Pascolo Private Wealth Management Family,

Welcome to edition #2 of the **Pascolo Verde** Newsletter. Pascolo is an Italian word that means *"Pasture"* and Verde means *"Green"* with the proper translation of *"Green Pastures"*. The goal of this newsletter is to update clients with important news, market updates, expert insights, and the latest financial trends to help you make informed decisions. It is my goal to bring a peaceful and confident experience as we navigate our wealth building process in the asset management world (paper assets) as we establish and grow our legacies.

These newsletters will be disseminated quarterly on a regular basis, with additional newsletters sporadically as the changing financial environment may dictate.

We had a wonderful lambing season this Spring of 2026 with 40 new baby lambs on the Pascolo 271 farm. The market wasn't as kind in March with the war in the Middle East, but our active market risk management style of investments helped navigate the portfolios back into positive territory here in the second quarter.

COMMUNICATION:

Please remember that you can get this newsletter and all previous newsletters and other resources at our website www.PascoloWealth.com.

Here you will find all contact information including the phone number for calling and texting, email with link, and the Calendly link for scheduling zoom or phone appointments.

As a reminder, please keep the firm phone number 913-308-8355 and my email Joshua@Pascolo271.com in a SEPARATE business contact on your device. Some clients have not been getting my text alerts due to having this number combined with my personal cell number. You may keep my personal cell number, 248-943-7109, in a separate personal contact as I may be calling from this number or have you call this number to connect from time to time. The (913) number is connected to an approved application that allows for texting in compliance with the financial industry and comes directly to my phone and computer so that I can receive and correspond quickly to all clients. The information texted to, and from this number are recorded in your client file as correspondence and the (913) may be used and monitored by current and future members of my team as needed. Please do not text my personal (248) number with any business related or financial sensitive information.

MESSAGE FROM JENN NOVAK – CLIENT RELATIONSHIP MANAGER:

I have really enjoyed meeting many of the Pascolo clients and helping new clients with the onboarding process. I have also been attending the WWG coaching calls that Joshua does on Monday's and learning so much about the course and connecting my faith to my financial journey.

Please lean on me for any activities like withdrawals, deposits, moneylinks, beneficiary updates, and many more paperwork and processes that are needed from time to time. I can be reached via email at Info@Pascolo271.com and it is always a good idea to CC Joshua to the email as well. I also monitor the (913) 308-8355 number and may reach out to you using that application as well. We are hoping to increase my role in the day-to-day administration needs of the firm, so please begin to reach out to me for any questions you may have, and if I can't complete the request directly, I will make sure that the proper person is involved to help and I will see it through to completion.

NEW TEAM MEMBERS:

Michael DeSantis, CFA ®: Senior Investment Analyst & Trader with LexAurum Advisors

A Chartered Financial Analyst® named Michael DeSantis will help with portfolio reviews and trading. Mike has been in the financial industry since 2007 and is an expert on the Charles Schwab trading systems. He has already helped tremendously with the Tactical Asset Allocation rebalancing. He will also be adding a quarterly Market Update that you can read below.

Mike holds a Bachelor of Science degree in Finance as well as a Master of Business Administration from Missouri State University. Michael resides in Kansas City, Missouri, with his wife and their two dogs. In his free time, he enjoys woodworking, playing golf, and spending time with family and friends. An avid football and baseball fan, Michael also has a passion for home restoration, including working on his own historic home.

Bryce Grahn, CFP ®: Financial Planner with LexAuruam Advisors

Meet new Certified Financial Planner® Bryce Grahn.
Bryce will be available for creating and discussing client financial plans including retirement plans and legacy planning. Bryce began his financial career in 2023 and has a Bachelor of Finance degree from Pittsburg State University. He currently holds his Series 65 and Life and Health Insurance licenses. Bryce grew up in Colorado and Texas, moving to Kansas for school and staying to start his finance career. Bryce lives in Grandview, MO with his wife and son.

NEW NETWORK MEMBER:

Todd Tresidder: Financial Mentor

I have also recently partnered with "Financial Mentor" Todd Tresidder. Todd has a B.A. in Economics from University of California at Davis and was a Member of Economics Honors Society and Dean's List.

Todd was an expert Hedge Fund Investment Manager starting back in the 1980's and was able to retire at the age of 35 years old due to his success in managing that portfolio. He now runs his financial coaching practice at www.FinancialMentor.com which is a high-level, in-depth financial education course and an expert training source for Tactical Asset Allocation, as he was an early pioneer and expert in statistical and mathematical risk management systems for investing.

I am excited to have the opportunity to meet with Todd on a weekly basis for direct tutorship and inspiration and will be bringing some of his wisdom to our newsletters on a regular basis.

MARKET UPDATE: **Michael DeSantis, CFA ®**: Senior Investment Analyst & Trader

Over the past quarter, financial markets navigated a combination of steady economic growth and ongoing uncertainty surrounding interest rates. While markets experienced periods of short-term volatility, overall conditions remained relatively stable as investors balanced encouraging economic data with continued caution from central banks.

The U.S. economy continued to expand at a moderate pace. Real GDP increased 1.4% annualized in the fourth quarter of 2025, bringing full-year 2025 growth to approximately 2.2%. Consumer activity remained a key driver of growth, with Personal Consumption Expenditures (PCE)—the broad measure of consumer spending across the economy—rising approximately 2.8% during 2025. The labor market also remained resilient, supporting household spending and overall economic activity.

Inflation has moderated compared to prior peaks but remains somewhat above the Federal Reserve's long-term target. During 2025, the Consumer Price Index (CPI) averaged roughly 2.7% year-over-year. At the same time, shorter-term inflation expectations have moved somewhat higher in recent months, reflecting continued sensitivity to price pressures and policy uncertainty. Looking ahead, the Atlanta Federal Reserve's GDPNow model currently estimates growth near the low-to-mid-2% range for the current quarter, while the Cleveland Federal Reserve's inflation nowcasting model suggests inflation running around 3% year-over-year.

In response to these conditions, the Federal Reserve has maintained a cautious approach to monetary policy, signaling that future interest rate decisions will depend on sustained progress in reducing inflation while maintaining economic stability. As expectations around the timing of potential policy adjustments shifted during the quarter, markets experienced corresponding fluctuations.

Despite these developments, equity markets generally remained resilient, supported by solid corporate earnings and a stable economic backdrop. Looking ahead, markets will continue to monitor inflation trends and the pace of economic growth. While uncertainty remains, the overall economic environment continues to provide a constructive foundation for financial markets as we move through the year.

During the quarter, we implemented several adjustments within our TAA (Tactical Asset Allocation) model portfolio to manage risk and position the portfolio for evolving economic conditions. We added allocations to Invesco Optimum Yield Diversified Commodity Strategy No K-1 ETF (PDBC) and Sprott Physical Silver Trust (PSLV) to increase exposure to real assets and help mitigate potential inflation risk. In addition, we shifted a portion of equity exposure from Invesco NASDAQ-100 ETF (QQQM) to SPDR S&P 500 ETF Trust (SPY), modestly reducing concentration in technology-oriented growth stocks while broadening exposure across the overall market.

The model portfolio currently maintains approximately 60% exposure to commodities, 20% to international equities, 10% to U.S. equities, and 10% to cash, reflecting a positioning designed to balance inflation protection with diversified global equity exposure.

I am so excited to be expanding my team of experts to help serve our wonderful clients at Pascolo Private Wealth Management. There will be more exciting news coming in Quarter 3, 2026. As always, please reach out for a review or meeting at any time.

Thank you,

Joshua D. Paletta, CIO, IAR
Founder and President

*Information provided for the TAA portfolio is from Allocate Smartly as of 03/31/2026

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