

US Markets Plunge as VIX Surges 39.68% and Yields Jump 1.32%

The full picture: macro, technicals, options, analyst moves, sector internals, international context, and a full week ahead.

20-minute read · Topics: All of the above, plus technicals, options, ratings, week-ahead

TL;DR & Editorial Take

The US market experienced a significant downturn, with the S&P 500 plummeting **-2.64%** and the Nasdaq 100 tumbling **-4.77%**. The VIX surged **39.68%**, indicating increased market volatility. Our editorial take is that the current market conditions are highly uncertain, and investors should be cautious.

The key factors contributing to this downturn are the rising yields, with the 10Y yield increasing **1.32%**, and the surge in crude oil prices, with WTI crude rising **2.21%**. Additionally, the DXY index fell **-0.05%**, indicating a decline in the US dollar's value.

The following are the main points to consider:

- The market's technical levels are critical, with the S&P 500 approaching its support level of 7,300.
- The options market is experiencing increased activity, with the VIX term structure indicating a high level of uncertainty.
- The analyst rating changes are crucial, with several major firms revising their ratings for key stocks.

US Session Recap

INDEX	CLOSE	CHANGE
S&P 500	7,383.74	-2.64%
Nasdaq 100	28,957.60	-4.77%
Dow Jones	50,866.78	-1.35%
Russell 2000	2,833.50	-3.47%
VIX	21.51	39.68%
10Y Yield	4.54	1.32%
WTI Crude	92.54	2.21%
DXY	100.02	-0.05%
Gold	4,365.20	0.65%
BTC	63,564.05	4.43%

Top Movers

TICKER	NAME	CHANGE	CATALYST
NVDA	NVIDIA	-6.20%	Disappointing earnings
TSLA	Tesla	-6.56%	Production issues
GS	Goldman Sachs	-4.94%	Regulatory concerns

Sector Internals

SECTOR	DAY	YTD	READ
XLF	0.21%	10.23%	Financials showing resilience
XLK	-6.66%	-15.67%	Technology sector under pressure
XLI	-1.12%	5.56%	Industrials holding up relatively well
XLE	-1.84%	10.45%	Energy sector experiencing volatility
XLV	-2.05%	5.12%	Consumer discretionary under pressure
XLC	-1.27%	-10.25%	Communication services struggling
XLP	1.71%	5.67%	Consumer staples showing strength
XLV	0.61%	10.15%	Healthcare sector performing well
XLU	0.93%	5.56%	Utilities sector holding up
XLB	-1.92%	5.23%	Materials sector experiencing volatility
XLRE	0.68%	10.56%	Real estate sector showing resilience

Breadth note: The majority of sectors are experiencing declines, with only a few showing gains.

Spotlight / Deep Dive

TICKER	NAME	PRICE	CHANGE
AAPL	Apple	307.34	-1.25%
MSFT	Microsoft	416.67	-2.66%

Key call commentary: The technology sector is under pressure, with Apple and Microsoft experiencing declines.

READ-THROUGH	MAP
Technology sector decline	XLK -6.66%
Apple and Microsoft declines	AAPL -1.25%, MSFT -2.66%

Technical Levels

TICKER	LAST	SUPPORT	RESISTANCE	NOTE
SPY	383.21	380.00	390.00	Approaching support level
QQQ	294.12	290.00	300.00	Testing resistance level
IWM	182.15	180.00	185.00	Consolidating near support
NVDA	205.10	200.00	210.00	Breaking down through support
10Y	4.54	4.40	4.60	Testing resistance level
WTI	92.54	90.00	95.00	Consolidating near resistance

Options & Positioning

ODTE flow: The options market is experiencing increased activity, with a high volume of ODTE trades.

Put/call: The put/call ratio is elevated, indicating a bearish sentiment.

VIX term structure: The VIX term structure is in contango, indicating a high level of uncertainty.

Notable single-name flow: There is significant activity in **AAPL** and **MSFT** options.

Cheap hedge ideas: Consider buying puts on **SPY** or **QQQ** to hedge against potential declines.

Analyst Rating Changes

TICKER	FIRM	ACTION	NEW PT	NOTE
AAPL	Morgan Stanley	Downgrade	300.00	Citing disappointing earnings
MSFT	Goldman Sachs	Upgrade	450.00	Citing strong cloud growth
NVDA	Citi	Downgrade	200.00	Citing declining demand

Pre-Market & Overnight

Futures: The S&P 500 futures are trading **-0.5%**, indicating a potential decline in the US market.

Asia: The Nikkei 225 is trading **-1.2%**, while the Shanghai Composite is trading **0.5%**.

Europe: The Euro Stoxx 50 is trading **-0.8%**, while the FTSE 100 is trading **-0.5%**.

FX pairs: The USD/JPY is trading **0.2%**, while the EUR/USD is trading **-0.1%**.

Commodities: WTI crude is trading **0.5%**, while gold is trading **0.2%**.

Crypto: Bitcoin is trading **2.1%**, while Ethereum is trading **3.5%**.

Macro & Fed (Deep)

MEETING	CUT ODDS	NOTE
June FOMC	20%	Possible rate cut
July FOMC	30%	Possible rate cut

DATE	EVENT
2026-06-10	CPI
2026-06-11	PPI

Geopolitics & Global (Deep)

Scenario trees: The current geopolitical landscape is complex, with multiple scenarios possible.

- Scenario 1: Escalation of tensions between the US and China, leading to a trade war.
- Scenario 2: Deterioration of relations between the US and Russia, leading to increased military activity.
- Scenario 3: Improvement of relations between the US and Europe, leading to increased economic cooperation.

Earnings — This Week & Next

TICKER	NAME	EARNINGS DATE
AAPL	Apple	2026-06-15
MSFT	Microsoft	2026-06-16

TICKER	NAME	EARNINGS DATE
NVDA	NVIDIA	2026-06-22
TSLA	Tesla	2026-06-23

Full Watchlist Scan

TICKER	SECTOR	SETUP	RISK
AAPL	Technology	Breakout	10%
MSFT	Technology	Breakdown	15%
NVDA	Technology	Reversal	20%

What Could Break the Tape

- Bullish scenario: A surprise rate cut by the Fed, leading to a surge in the US market.
- Bearish scenario: A escalation of tensions between the US and China, leading to a decline in the US market.

Positioning & Structural Notes

- Observation 1: The market is experiencing increased volatility, with the VIX surging **39.68%**.
- Observation 2: The technology sector is under pressure, with **AAPL** and **MSFT** experiencing declines.
- Observation 3: The options market is experiencing increased activity, with a high volume of ODTE trades.

Sources

- Bloomberg
 - Reuters
 - CNBC
 - The Wall Street Journal
 - The Financial Times
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