



Private Wealth Management Report

May 2026

Gateway to Crypto

Summary

- In May, U.S. equities rose on AI earnings beats and stronger expectations for H2 rate cuts, while crypto clearly underperformed traditional risk assets. BTC fell about 2.9% and ETH dropped more than 11%.
- Within Gate Private Wealth Quant Funds, USDT strategies averaged 5.2% annualized. Interstellar Hedge (USDT) had the highest monthly return at 3.8%, with cumulative return reaching 18.6%.
- Historical max drawdowns across strategies were mostly below 0.9%, with Gravity Hedge (USDT) at just 0.01%, underscoring strong stability.
- Interstellar Hedge (USDT) remained the most stable strategy, posting positive returns in all 23 observed periods for a 100% win rate.
- USDT and BTC strategy max drawdowns were both far below BTC spot drawdown, showing strong risk control.

Category

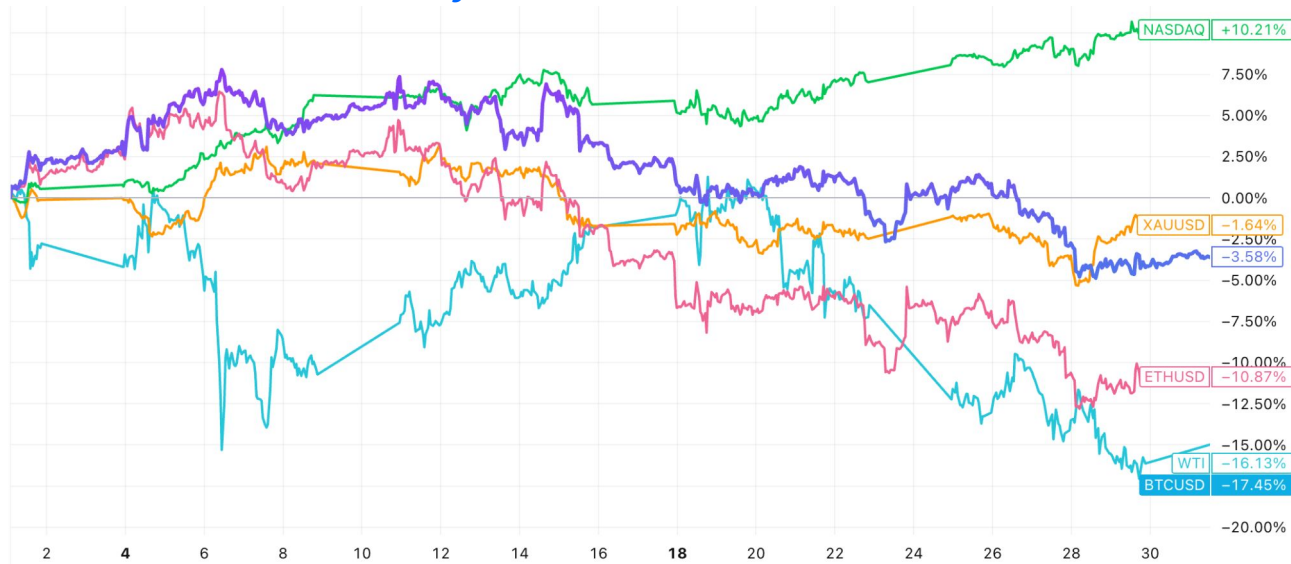
- 01 **May Market Review**
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01 **May Market Review**

01 Major Index Performance

Global financial markets diverged in May. U.S. equities kept strengthening on better-than-expected AI-related earnings, while gold and oil stayed elevated amid geopolitical risk. Crypto underperformed traditional risk assets, with BTC repeatedly losing key support and ETF outflows becoming the main pressure.

May Cross-Asset Performance



02 HYPE Hits New High As DEX Sector Leads The

Hyperliquid (HYPE) was a rare bright spot in May's weak crypto market. Around May 21, HYPE broke above \$62 to a new high, rising over 70% year to date versus BTC's -21%. Its core driver is protocol design: Hyperliquid directs 99% of trading-fee revenue into a buyback fund that repurchases HYPE. Perp trading volume ranked among the top on-chain venues, and new products such as prediction markets also helped momentum.

HYPE Price Trend



03 10-Year U.S. Treasury Yield Remains Elevated

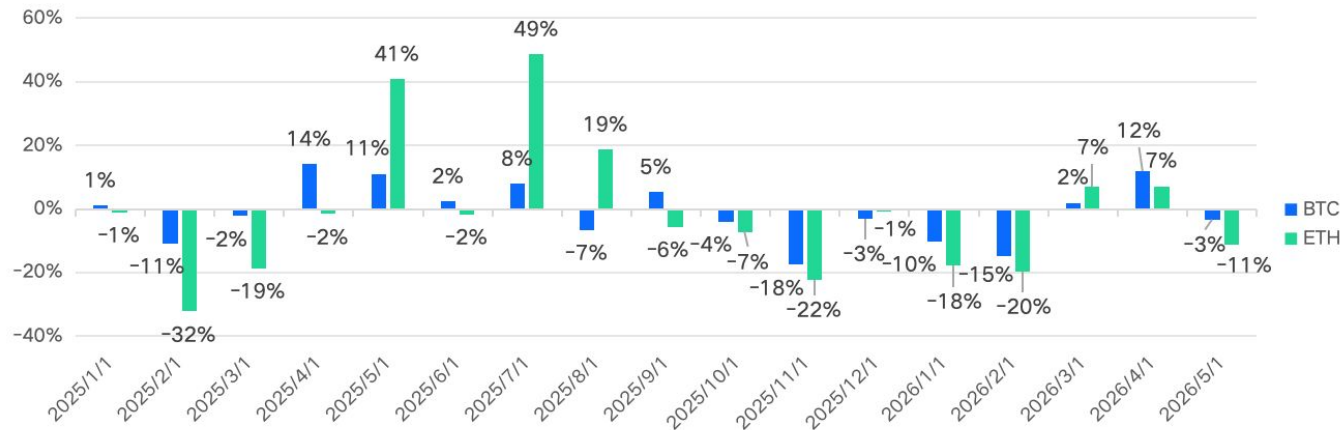
Long-term rates stayed high in May as markets lowered expectations for Fed cuts and economic data beat forecasts. Rising yields were global: Europe faced renewed inflation pressure, while Japan and the U.K. dealt with deficit and debt-sustainability concerns. Energy-price pressure also pushed governments toward fiscal support, meaning more bond issuance and higher yields needed to attract buyers.



04 Crypto Market Price Analysis

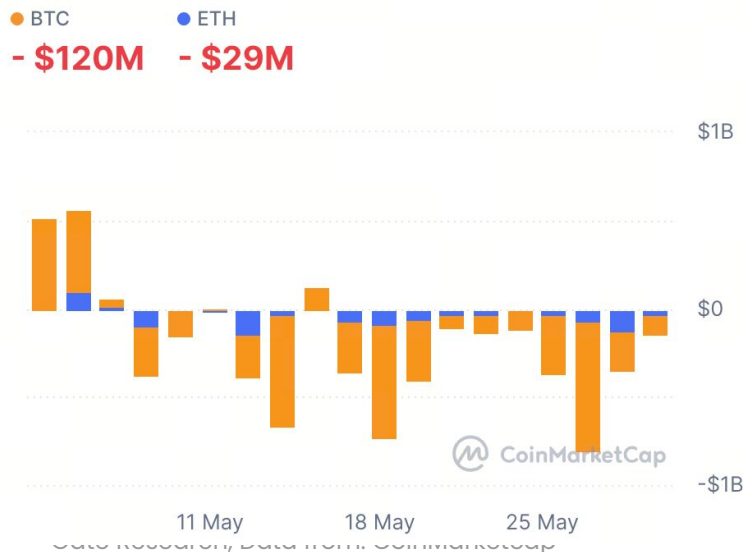
BTC fell about 2.9% in May, while ETH declined much more. BTC extended April's rally early and briefly tested higher resistance above \$80K, but reversed sharply in the second half as geopolitical risk and weaker risk appetite weighed on markets. ETH faced heavier pressure, approaching its first-ever three straight quarters of negative growth, with the 200-day MA turning lower, RSI near oversold, and price around \$1,780.

BTC & ETH Price Change



05 Crypto Market Liquidity Analysis

BTC ETF flows exceeded \$1B in the first week of May, but as price action reversed, late-month outflows lasted 9 straight days and totaled about \$2.8B. IBIT alone saw around \$2B in pressure. May BTC ETF net outflows reached about \$2.43B, the largest monthly outflow of 2026 and enough to erase April's inflows. ETH ETFs also saw 14 straight days of outflows totaling about \$2.6B.

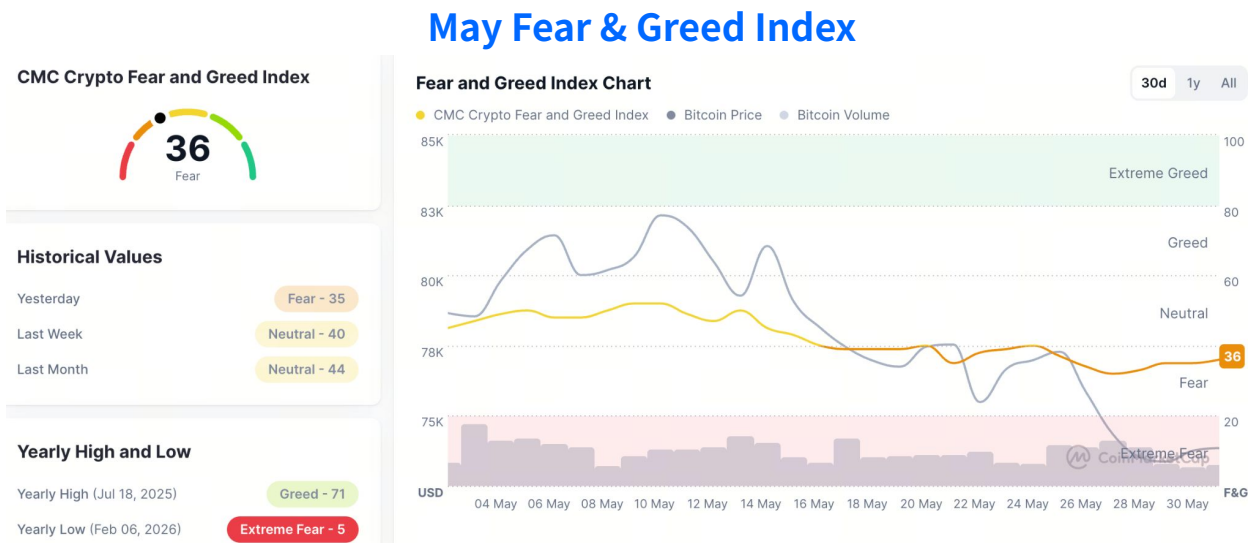


ETF Net Flows & AIM



06 Market Sentiment Analysis

May Fear & Greed moved from neutral toward fear, with a monthly average near 49. Early-to-mid month readings held around 45-55 as BTC ranged near \$77K. By May 31, the index fell to 19, entering Extreme Fear as inflation concerns, renewed hike expectations, and ETF outflows overlapped. Extreme Fear often creates longer-term opportunities, but short-term sentiment still needs macro support to recover.





02

Gate PWM Product Matrix

01 Stable Wealth Management: Simple Earn

A wealth management solution that keeps funds productive: users can access flexible or fixed products across 800+ tokens to earn stable returns. Assets are used as liquidity for the platform's lending business and lent to other users by the system, with interest distributed to flexible Simple Earn users as annualized yield. For fixed-term products, interest accrues at the predetermined annualized rate during the lock-up period, with clear and predictable returns.

Simple Earn APR

Coin	Est. APR 	Term (Days)
 USDT	10.19%	Flexible/Fixed
	1.65%	<input type="button" value="Flexible Term"/> <input type="button" value="7"/> <input type="button" value="14"/> <input checked="" type="button" value="30"/>
	1.75% V5-14	<input type="button" value="7"/> <input checked="" type="button" value="30"/>
	10.00% Crazy Wednesday Bonus	<input checked="" type="button" value="14"/>

03 Stable Wealth Management: Dual Investment

A short-term investment product involving two cryptocurrencies, allowing users to profit by predicting market direction—selling high or buying low—with yields increasing as the maturity approaches. Users simply choose the asset, direction, and tenor. Compared with spot trading, Dual Investment offers a higher safety buffer, earning stable interest even if not executed.

Dual Investment Product Mechanism

Supposing the current price of BTC is \$100,000, you want to buy low at the price of \$88,000.

Sell High Buy Low

Buy Low means choosing a target price lower than the current price and buying more crypto at a lower price.



04 Stable Wealth Management: Staking

A flexible principal-protected wealth solution, Staking aggregates popular PoS projects, allowing clients to stake crypto assets to earn high on-chain returns. The most representative product is GUSD Mint, a principal-protected product that issues tokenized certificates backed by GUSD. GUSD is pegged 1:1 to the stablecoin used for subscription, with returns generated from Gate's operations, including RWA investments such as tokenized U.S. Treasuries.

GUSD Minting

Tradable, collateralizable yield-bearing assets backed by tokenized treasury bills and stablecoins

[What is GUSD?](#)

146.96M

Total Minted ↗

3.80%

Est. APR ↗

1 GUSD = 1 USDT / 1 USDC

Conversion Rate

05 High-Yield: Private Wealth Quant Funds

A medium- to long-term high-yield product offering returns higher than bank deposits or standard wealth management products. Managed by a top-tier asset management team, it diversifies risk and helps clients grow wealth with minimal time and effort. Gate Quantitative Funds use a market-neutral arbitrage strategy, almost fully avoiding market volatility, and offer advantages such as low risk, high returns, and 100% reserve proof.

Return Comparison Between Quant Fund and Term Deposit

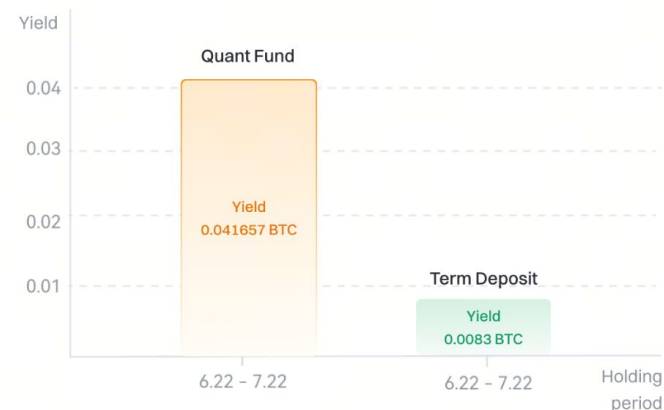
Quant Fund produces higher returns when the principal is guaranteed. Take a BTC product for example:

Scenario 1: How much can a user earn by holding a position in a Quant Fund product for 30 days?

A user subscribes to Returns Pioneer Capital-BTC with 10 BTC on June 22 when the NAV Per Unit is 1.005970, and redeems 10 BTC on July 22 when the NAV Per Unit is 1.011921.

Scenario 2: How much can a user earn by holding a 30-day term deposit product?

A user subscribes to a term deposit product with 10 BTC on June 22 when the APR is 1%, and redeems 10 BTC on July 22.



06 High-Yield: Smart Leverage

Leveraged Protection exempts forced liquidation during the subscription period, helping users avoid unexpected position losses caused by short-term extreme volatility and allowing them to focus on trend assessment and strategy execution.

Smart Leverage Simulator

Start with a Simulator

I think

BTC
Will Rise
Will Fall

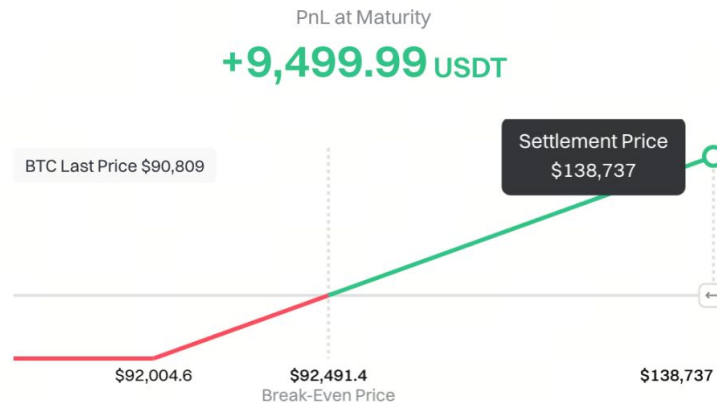
I want to invest

100
USDT

with

Leverage	Break-Even Price	Term
190X	\$92,491.4	1 Day

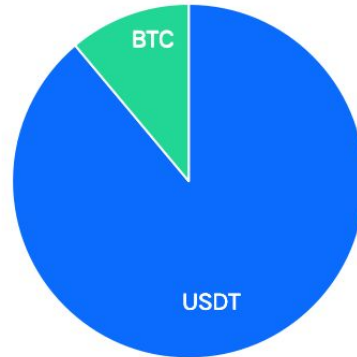
Gate Research, Data from: Gate



07 High-yield: Private Wealth quant fund

In January, all nine funds available to Gate Private Wealth clients delivered stable performance. Managers primarily used USDT as the base asset due to its high liquidity, relatively low volatility, strong stability, and greater flexibility in strategy execution. These products focused on arbitrage strategies, combining spot-futures arbitrage, funding rate arbitrage, and cross-exchange spreads to diversify return sources.

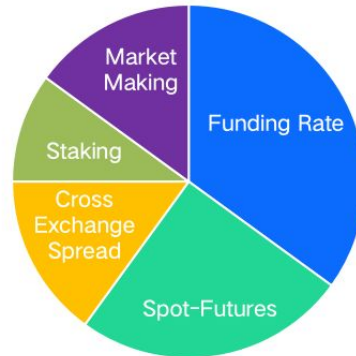
Gate Quanti Fund Currency Categories



08 High-yield: Private Wealth quant fund

- **Spot-Futures Arbitrage:** Capture basis deviations between spot and futures.
- **Funding Rate Arbitrage:** Hedge long/short positions to earn funding fees.
- **Cross-Exchange Arbitrage:** Use high-frequency trading to exploit price gaps.
- **Staking Arbitrage:** Earn low-risk returns from deposit-borrowing rate differentials.
- **Market-Making Arbitrage:** Provide two-sided liquidity to capture bid-ask spreads and fee rebates.

Gate Quant Fund Arbitrage Strategy Categories




03

Performance of Gate PWM Products

01 May Simple Earn Return Overview

May Simple Earn launched 5 new projects. XAUT flexible earn added a 15% bonus on top of the base APR, bringing the current combined APR to 15.1%. Tether Gold is a gold-backed stablecoin issued by TG Commodities Limited, with each XAUT representing one troy ounce of London Good Delivery gold. Holders can transfer XAUT on-chain, while the corresponding gold bars are linked to specific Tether Gold addresses.

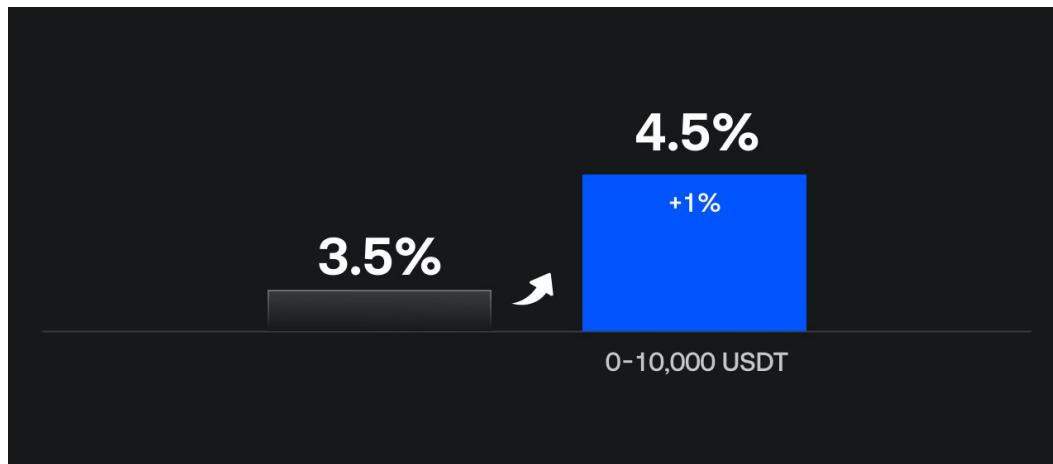
XAUT EarnYield

Product	Subscription Amount	APR
 XAUT Flexible Term	0-1 XAUT	15.1%
	> 1 XAUT	0.1%

02 May Staking Return Overview

May Staking launched 5 campaigns. Gate USDT Mining via Spark Protocol added a bonus pool, with current staking APR at 4.5% and 50,000 USDT in extra rewards. Campaign period: May 1, 2026 09:00 to July 31, 2026 09:00 (UTC+8).

USDT Mining Spark Protocol Staking APR



03 MayDualCurrency Strategy

In May, crypto stayed in a high-level range. A rolling “Sell High + Buy Low” dual-currency strategy remained useful for yield enhancement. Early-month BTC near highs favored sell-high products with targets 3%-5% above spot. Mid-month pullbacks favored buy-low products 2%-4% below spot. Late-month caution and lower volatility supported shorter tenors, tighter target spreads, and continued auto-compounding.

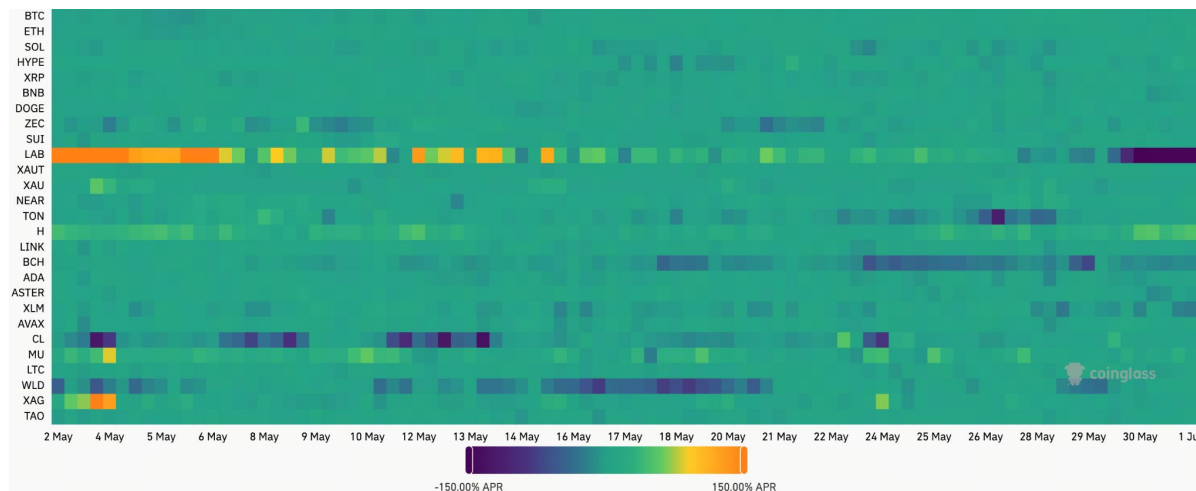
Dual Currency USDT Buy-Low Strategy Illustration



04 May Quant Funds Performance Overview

May funding-rate opportunities concentrated in a few hot assets, while most major tokens stayed near neutral. LAB had the highest sustained rates, creating a classic “short perp + hold spot” funding arbitrage opportunity. Leverage capital chased AI, Pre-TGE, new listings, and small-cap narratives. The best approach was dynamic rotation across extreme-rate assets such as LAB, H, and CL.

May Major Crypto Funding Rates



05 May Quant Funds Performance Overview

Quant fund NAVs broadly recovered in May, with most strategies posting positive returns. Interstellar Hedge (USDT) led with a 3.8% monthly return. USDT strategies averaged 5.2% annualized, while Interstellar Hedge led both 1-year return and cumulative return at 5.3% and 18.6%. Max drawdowns mostly stayed below 0.9%, with Gravity Hedge (USDT) at just 0.01%.

May Gate Quant Fund Return Overview

	30-Day Annualized Return	Sharp Ratio	Calmar Ratio	1-Year Return	Maximum Drawdown	Cumulative Return
Smart Pilot Vault (USDT)	2.2%	3.4	37.9	4.9%	0.41%	12.9%
Gravity Hedge (USDT)	1.0%	3.7	625.0	4.3%	0.01%	14.7%
Interstellar Vanguard (USDT)	2.1%	3.7	38.6	5.2%	0.44%	15.0%
Interstellar Hedge (USDT)	3.8%	3.5	11.2	5.3%	0.47%	18.6%
Orbit Arbitrage (USDT)	0.1%	3.4	4.8	4.2%	0.88%	16.8%
Momentum Hedge (USDT)	0.0%	3.8	6.4	4.3%	0.68%	10.2%
Quantum Leap (USDT)	1.3%	3.7	20.3	4.1%	0.20%	11.8%
Stellar Core Smart-Invest (USDT)	1.0%	3.8	130.4	9.1%	0.07%	17.5%
Gravity Hedge (USDT)	-0.1%	2.9	2.2	0.5%	0.22%	3.3%

06 May Quant Funds Performance Overview

By win rate, most strategies showed strong stability and persistent profitability. Interstellar Hedge (USDT) remained the most stable, posting positive returns in all 23 observed periods for a 100% win rate. Interstellar Hedge, Gravity Hedge, and Stellar Core Smart Invest all stayed positive year to date, while Quantum Leap and Interstellar Vanguard maintained strong win rates of 90% and 86%.

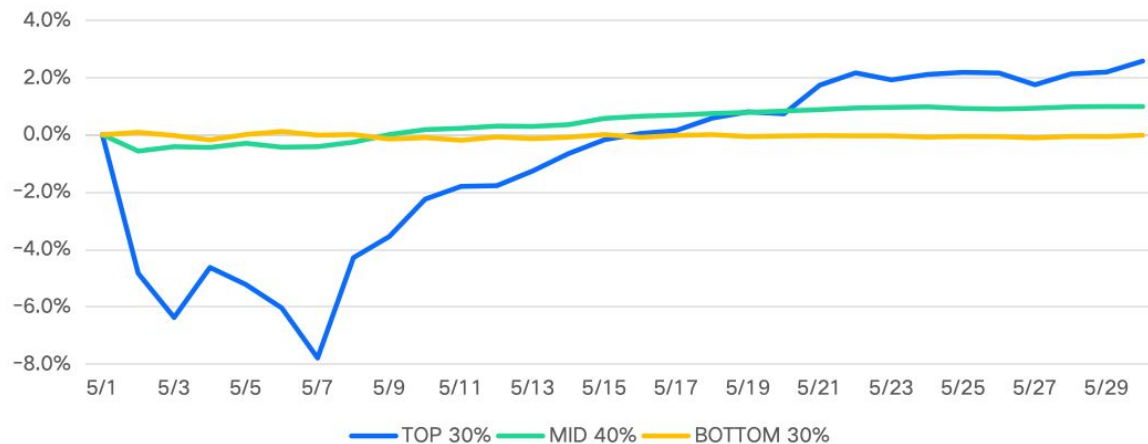
Gate Private Wealth Quant Fund Win Rates

	Momentum Hedge (USDT)	Quantum Leap (USDT)	Smart Pilot Vault (USDT)	Interstellar Hedge (USDT)	Stellar Core Smart-Invest (USDT)	Gravity Hedge (USDT)	Interstellar Vanguard (USDT)	Orbital Arbitrage (USDT)	Perpetual Smart Engine (BTC)
Profitable Months	11	19	21	23	16	21	19	16	9
Total Periods	17	21	25	23	17	22	22	21	25
Overall Win Rate	65%	90%	84%	100%	94%	95%	86%	76%	36%
2025 Win Rate	83%	100%	92%	100%	92%	100%	92%	83%	25%
2026 Win Rate	20%	60%	60%	100%	100%	100%	60%	40%	0%

07 Tiered Strategy Performance Analysis

Tiering all quant funds by monthly return into Top 30%, Mid 40%, and Bottom 30% portfolios shows all three outperformed BTC and major crypto assets in May. The Top 30% portfolio briefly drew down near -8% early in the month, then quickly recovered and ended May up 2.6%. The Mid 40% portfolio returned 1.0%, while the Bottom 30% portfolio was roughly flat at 0.0%.

Top, Mid, And Bottom Fund Portfolios



08 Tiered Strategy Performance Analysis

By asset type, USDT and BTC strategy NAVs showed different paths in May. USDT strategies drew down early as volatility rose, lagging BTC strategies at first. As liquidity improved and arbitrage opportunities increased mid-month, USDT strategies recovered steadily and ended at 1.0011. Overall, USDT strategies outperformed BTC strategies in choppy conditions, showing stronger risk control and return stability.

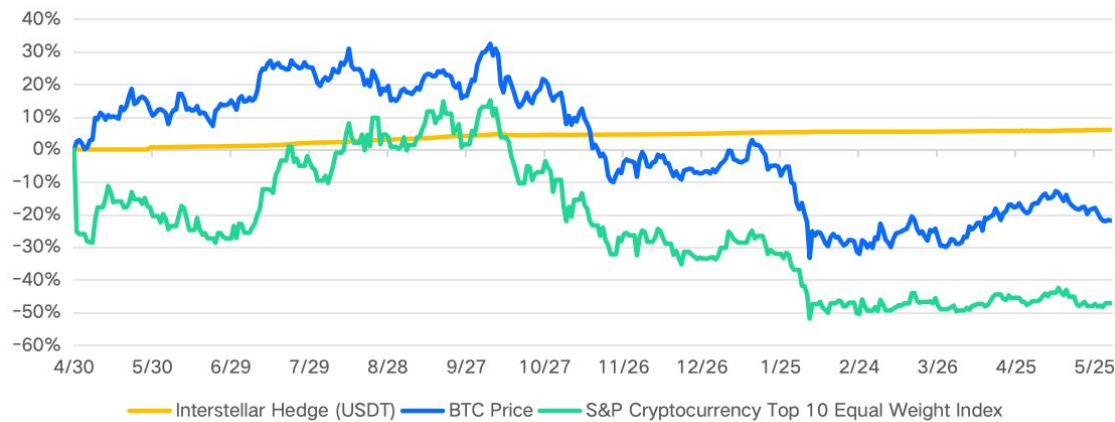
May USDT And BTC Strategy NAV Trends



09 Tiered Strategy Performance Analysis

Against the backdrop of risk-asset pullbacks, Interstellar Hedge (USDT) led 9 products in May with a 5.2% 1-year return, 18.6% cumulative return, and just 0.47% max drawdown. BTC was down 21.8% over the past year, while the S&P Crypto Top 10 Equal Weight Index drew down 47.1%, highlighting the strategy's defensive and excess-return profile.

Interstellar Hedge (USDT),BTC, And S&P Index 1-Year Performance

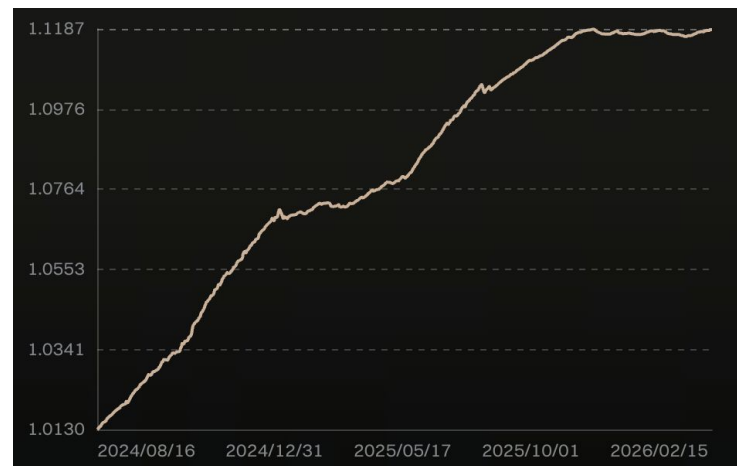


10 Tiered Strategy Performance Analysis

Interstellar Hedge (USDT) uses a market-neutral arbitrage strategy built on cash-and-carry, funding-rate arbitrage, cross-exchange spread arbitrage, and staking arbitrage. It runs on a proprietary matching engine with sub-1 ms average latency and is managed by a team from top quant funds and investment banks, suited for long-term steady returns and diversification.

Interstellar Hedge (USDT) Product Highlights

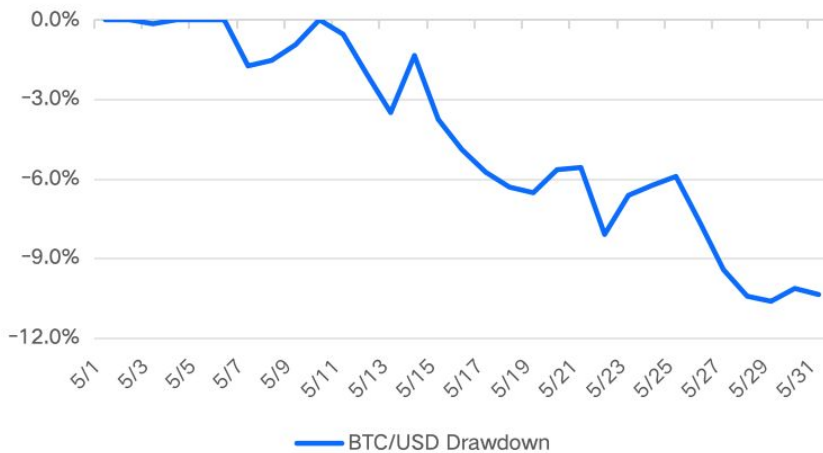
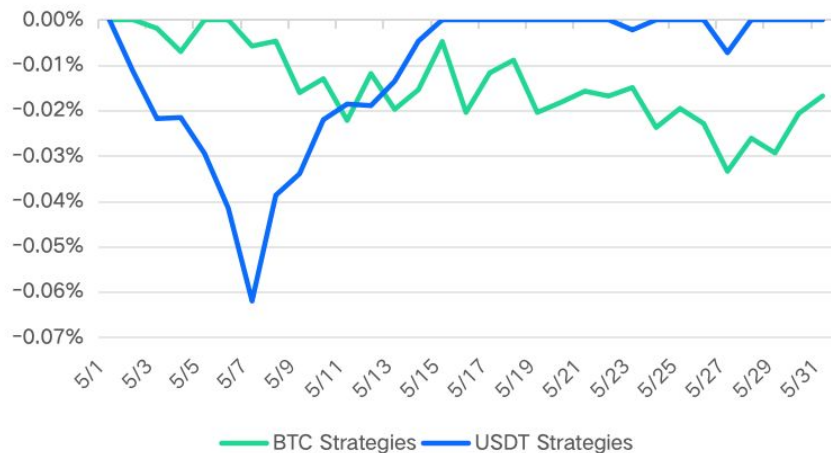
Inception Date	Jun-24
Fund AUM	100000000 USD
Minimum Investment	500000 USD
Historical Max Drawdown	0.20%
Sharpe Ratio	2.46
Calmar Ratio	4.72
Sortino Ratio	3.24



11 Strategy Drawdown Curve Analysis

In May, both USDT and BTC strategies had much smaller max drawdowns than BTC spot price. USDT strategies saw an early drawdown above 0.06% around May 7, then recovered by around May 17. BTC strategies were smoother, with only a small late-month drawdown of about 0.02%. By contrast, BTC price declined steadily after mid-month and was down over 10% from its local high by month-end.

May Quant Funds Vs. BTC Drawdown Curve

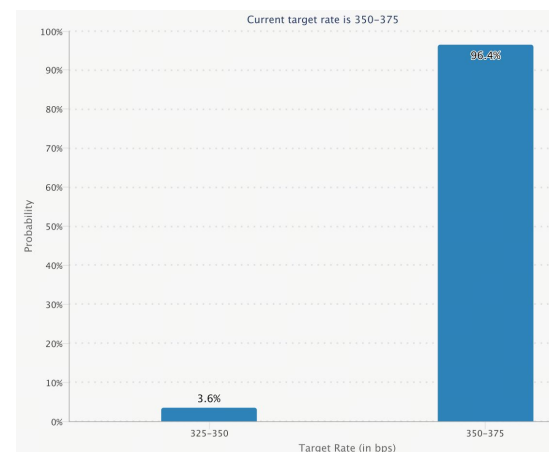
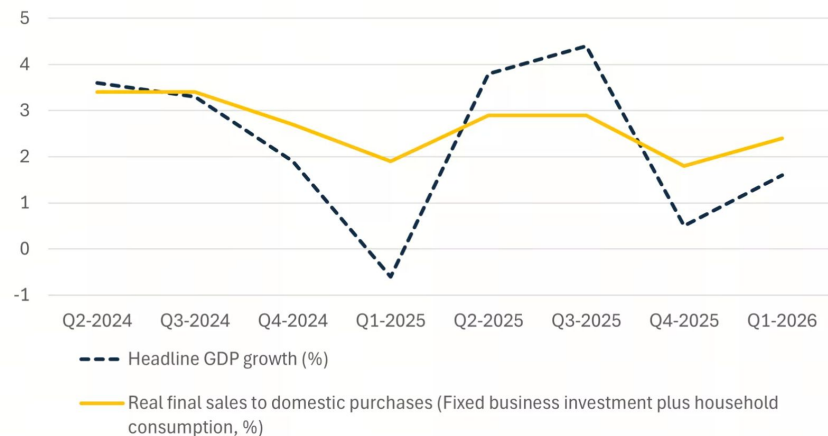


04 Crypto Market Outlook

01 Internal Growth Remains Resilient

The U.S. economy remained resilient. Although Q1 GDP growth was revised down to 1.6%, fixed business investment and consumer spending, excluding inventories and trade, averaged 2.2% growth over the past six months. April consumer spending still rose slightly despite inflation, supported by savings and tax refunds. Ahead of the June 16 FOMC meeting, inflation may return to center stage, with rates expected to stay unchanged and even a hike discussion possible.

Q1 GDP Growth & FOMC Rate Path Forecast



02 Outlook: AI Investment Is Becoming A Key

AI investment is becoming a major growth engine. Q1 business investment rose 6.4% annualized, with information-processing equipment, software, and R&D contributing strongly to GDP. This marks the strongest tech capex cycle since the 1990s internet investment boom. Corporate profits also stayed strong, up 12% year over year, the best since 2021, supporting U.S. equities alongside the AI investment cycle.

Investment growth



03 Outlook: Stablecoin Legislation

As GENIUS Act rules roll out, U.S. stablecoin regulation is moving from legislation to enforcement. Clearer standards for issuance, custody, and reserve management should reduce uncertainty and attract more banks, payment firms, and TradFi capital, expanding stablecoin use in cross-border payments, on-chain settlement, and RWA, while reinforcing the dollar's role in digital assets.

Time	Key Progress
March 13, 2025	The U.S. Senate Banking Committee passed the GENIUS Act by 18-6, sending stablecoin legislation into congressional review.
June 17, 2025	The U.S. Senate passed the GENIUS Act by 68-30, establishing the first federal stablecoin regulatory framework in the U.S.
July 17, 2025	The U.S. House passed the bill by 308-122, completing the congressional legislative process.
July 18, 2025	Trump signed the GENIUS Act, making it the first dedicated federal stablecoin law in U.S. history.
July 2025	The U.S. Treasury, Fed, OCC, FDIC, and other regulators began rulemaking for issuance licenses, reserves, audits, and compliance requirements.
February 2026	The OCC, FDIC, Treasury, and other agencies released draft implementing rules for public comment, moving the framework from legislation to execution.
Before July 18, 2026	Law Requires Major Regulators To Finalize Implementing Rules.
Expected In H2 2026	The GENIUS Act took effect, requiring stablecoin issuers to obtain regulatory approval and meet 1:1 reserve, disclosure, and compliance requirements. U.S. stablecoin regulation has entered full implementation.

About Gate Private Wealth

Gate Private Wealth provides bespoke crypto wealth management for premium clients, combining institutional risk control, monitoring, and custody with dedicated advisors and a quant team. Services span cross-border planning, secure custody, and diversified strategies designed for steady digital-asset growth.

Detailed information is available on the dedicated Gate Private Wealth page, where users can also contact VIP support or [their private advisor online: https://www.gate.com/private-wealth](https://www.gate.com/private-wealth). For professional inquiries, contact the Gate Wealth Management team at VIP@gate.com.

Data Appendix

P1 April Market Performance

- 01 - TradingView, <https://www.tradingview.com>
- 02 - Zerocap, <https://zerocap.com/insights>
- 03 - Zerocap, <https://zerocap.com/insights>
- 04 - CoinGlass, <https://www.coinglass.com/pro/i/FearGreedIndex>
- 05 - Investing, <https://investing.com/crypto/bitcoin/historical-data>

P3 Performance of Gate PWM Products

- 01 - Gate, <https://www.gate.com/announcements/article/48175>
- 02 - Gate, <https://www.gate.com/staking/USDT>
- 03 - Gate, <https://www.gate.com/announcements/article/48204>
- 04 - CoinGlass, <https://www.coinglass.com/FundingRateHeatMap>
- 05 - CoinGlass, <https://www.coinglass.com/Basis>
- 06 - Gate, <https://www.gate.com/zh/private-wealth/7>
- 07 - CoinGlass, <https://www.coinglass.com/pro/i/crypto-price-drawdown>
- 08 - S&P Global, <https://www.spglobal.com/>

P2 Gate PWM Product Matrix

- 01 - Gate, <https://www.gate.com/simple-earn>
- 02 - Gate, <https://www.gate.com/staking>
- 03 - Gate, <https://www.gate.com/institution/quant-fund>

P4 Crypto Market Outlook

- 01 - CoinGlass, <https://www.coinglass.com/today>
- 02 - CoinGlass, <https://www.coinglass.com/pro/i/long-term-holder-supply-change>
- 03 - CME, <https://www.cmegroup.com/markets/interest-rates/cme-fedwatch-tool.html>



Disclaimer

Data and information in this report are sourced from public channels. Analysis is based on data available as of May 31, 2026, but accuracy and completeness are not guaranteed. Views reflect our judgment at the time of writing and may change with market conditions.

This report is for research and reference only and does not constitute investment advice. Investors should assess their own financial condition, risk tolerance, and objectives before making decisions, or consult a professional advisor.

Investing involves risk and market prices may fluctuate. Past performance does not guarantee future returns, and we do not assume responsibility for any direct or indirect loss arising from use of this report.