

## Last Week at a Glance

Global equities rose by more than 1% last week, with US equities reaching record highs during the holiday-shortened trading week. The rally was supported by stronger-than-expected employment data and the passage of a significant tax cut and spending bill signed into law by President Trump.

- The US labor market showed resilience in June, adding 147,000 jobs and exceeding consensus expectations. Continued strength in employment suggests the Federal Reserve is unlikely to cut interest rates in July, with futures markets pointing to potential reductions in September.
- The Trump administration secured passage of a substantial tax and spending legislation which will, among other things, permanently extend the tax cuts included in the 2017 Tax Cuts and Jobs Act.
- Eurozone headline inflation reached 2%, aligning with the European Central Bank's target and reinforcing expectations that the ECB will maintain its key policy rate at the upcoming July meeting.
- Investors turned their attention back to trade negotiations as the 90-day pause on US tariffs approaches its July 9 expiration. While the Trump administration announced a deal with Vietnam during the week, most other countries have yet to finalize agreements.

### MARKET PERFORMANCE

As of July 06, 2025 • Local Currency • Percent (%)

| Equities                 | Last Week | This Month | This Year |
|--------------------------|-----------|------------|-----------|
| Global                   | 1.1       | 0.8        | 7.9       |
| Developed Markets        | 1.3       | 0.9        | 7.5       |
| United States            | 1.8       | 1.2        | 7.4       |
| Euro Area                | -0.5      | -0.2       | 12.7      |
| United Kingdom           | 0.4       | 0.8        | 9.9       |
| Japan                    | -0.6      | -1.1       | 1.5       |
| Emerging Markets         | 0.2       | 0.5        | 11.4      |
| <b>Fixed Income</b>      |           |            |           |
| US Aggregate             | -0.1      | -0.4       | 3.6       |
| US Treasuries            | -0.3      | -0.6       | 3.2       |
| US Corporate IG          | 0.3       | -0.2       | 4.0       |
| US Corporate HY          | 0.5       | 0.2        | 4.8       |
| <b>Real Assets</b>       |           |            |           |
| Global Equity REITs      | 1.5       | 0.9        | 4.5       |
| Global Natural Resources | 2.4       | 2.8        | 7.7       |
| Gold Bullion             | 1.8       | 1.5        | 26.9      |
| <b>Currencies</b>        |           |            |           |
| EUR/USD                  | 0.5       | 0.3        | 13.7      |
| GBP/USD                  | -0.5      | -0.4       | 8.9       |
| USD/JPY                  | -0.2      | 0.1        | -8.0      |