



Capital Markets Snapshot

Courtesy of Firm Name Here

Week ending May 2, 2025

Last week, markets experienced a mix of positive and negative developments. U.S. equities rebounded nicely. The S&P 500 is up about 8% over the last two weeks, driven by solid first-quarter economic and earnings data. Corporate earnings growth for Q1 has been positive. About 76% of S&P 500 companies reported positive earnings surprises. However, guidance for Q2 has weakened due to uncertainty around consumer spending and trade tariffs. U.S. GDP growth turned negative in Q1, largely due to a surge in imports ahead of higher tariff rates. Despite this, the labor market appears resilient, with the unemployment rate steady at 4.2% and a positive surprise in job gains. Overall, uncertainty is still high around trade and tariff policies. As the administration softened its positions, markets have since recovered much of the ground given during early April's selloff and volatility episode. We expect volatility to be present until more certainty around global trade policies occurs. This should provide opportunities to strategically rebalance portfolios and diversify across markets segments and asset classes.

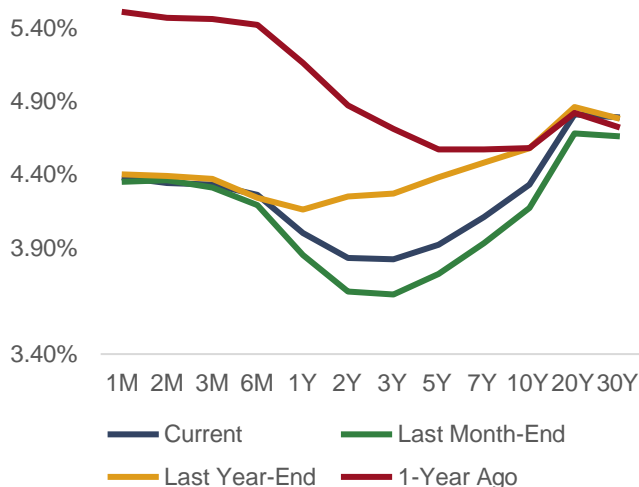
Fixed Income Markets Overview

- Yields rose an average of 4.25 basis points across the yield curve, as bond markets booked a small loss on the week following the negative GDP print.
- Expectations for rate cuts from the Fed decreased significantly following last week's strong jobs report. Bloomberg expectations for a 25-basis point cut at the May FOMC meeting fell from 11% to 3%, and the probability of a cut at the June FOMC meeting fell to 30%.
- Mortgage rates decreased slightly to 6.76%, below the Q1 average of 6.86%. Since November, rates have chopped sideways between a low of 6.6% and a high just over 7%.

Asset Class	Name	1W	YTD	3Y(Ann.)	5Y(Ann.)
Short	1-3 Year Govt/Credit	0.0%	2.0%	3.5%	1.5%
Core Plus	Intermediate Govt/Credit	-0.1%	2.7%	3.1%	0.7%
	International Aggregate	0.0%	5.1%	1.2%	-1.3%
	US Aggregate	-0.3%	2.4%	1.9%	-0.8%
	US Treasury	-0.2%	2.7%	1.1%	-1.8%
	US TIPS	-0.2%	3.4%	1.0%	1.7%
	US Corporate	-0.4%	1.6%	3.1%	0.4%
	US Corporate High Yield	0.3%	1.4%	6.6%	6.5%
Other	Emerging Markets Aggregate	-0.2%	2.0%	5.1%	2.5%
Muni	US Municipals	0.8%	-0.9%	2.3%	1.1%
	US Municipals High Yield	0.7%	-0.8%	3.6%	4.6%

Source: Bloomberg as of May 2, 2025

U.S. Treasury Yield Curve



Source: Bloomberg and U.S. Treasury as of May 2, 2025

Interest Rates (%)

Date	5/2/2025	4/30/2025	12/31/2024	5/2/2024
Federal Funds Rate	4.38%	4.35%	4.40%	5.51%
3 Month Treasury	4.33%	4.31%	4.37%	5.46%
6 Month Treasury	4.26%	4.19%	4.24%	5.42%
2 Year Treasury	3.83%	3.60%	4.25%	4.87%
5 Year Treasury	3.92%	3.72%	4.38%	4.57%
10 Year Treasury	4.33%	4.17%	4.58%	4.58%
30 Year Treasury	4.79%	4.66%	4.78%	4.72%
US Aggregate	4.67%	4.51%	4.91%	5.17%
US Corporate	5.28%	5.14%	5.33%	5.60%
US Corporate High Yield	7.76%	7.90%	7.49%	8.01%
US Municipal	4.04%	4.06%	3.74%	3.74%
US Municipal High Yield	5.82%	5.84%	5.52%	5.64%

Spreads Over 10-Year US Treasuries

Date	5/2/2025	4/30/2025	12/31/2024	5/2/2024
30 Year Treasury	0.46%	0.49%	0.20%	0.14%
US Aggregate	0.34%	0.34%	0.33%	0.59%
US Corporate	0.95%	0.97%	0.75%	1.02%
US Corporate High Yield	3.43%	3.73%	2.91%	3.43%
US Municipal	-0.29%	-0.11%	-0.84%	-0.84%
US Municipal High Yield	1.49%	1.67%	0.94%	1.06%

Source: Bloomberg and U.S. Treasury as of May 2, 2025

Equity Markets Overview

- Equity markets posted a second straight week of gains. The Nasdaq led the three major indices with a gain of 3.4%, followed closely by the S&P 500's 2.9%, and the Dow Jones' 3%.
- Almost all sectors posted gains with only the Energy sector posting a loss of 0.65%. For the positive sectors, weekly returns ranged 0.32% to 4.32%. Industrials, Telecommunications, and Technology sectors were the biggest winners posting weekly gains ranging from 4% to 4.32%.
- Large cap stocks lagged their small- and mid-cap peers for the week but continue to lead them on a year-to-date basis. Last week, large caps rose 2.9% while both small- and mid-caps posted gains of 3.7% and 3.6%, respectively. Small cap stocks are still down over 10% on the year, while large caps are only down 2.9%.
- From a style lens, growth outperformed value across all market segments. Mid-cap stocks saw the biggest divergence between the two style groups, with growth outperforming value by a 1.8% margin.

Asset Class	Name	1W	YTD	3Y(Ann.)	5Y(Ann.)
All-Cap	S&P 1500	3.0%	-3.2%	12.2%	16.6%
	S&P 500	2.9%	-2.9%	12.8%	16.8%
Large-Cap	S&P 500 Growth	3.6%	-3.7%	14.1%	17.4%
	S&P 500 Value	2.2%	-2.1%	10.3%	15.0%
	S&P Midcap 400	3.6%	-5.6%	7.0%	14.8%
Mid-Cap	S&P Midcap 400 Growth	4.4%	-5.5%	7.2%	12.8%
	S&P Midcap 400 Value	2.6%	-5.7%	6.7%	16.5%
	S&P Smallcap 600	3.2%	-10.2%	2.7%	13.0%
Small-Cap	S&P Smallcap 600 Growth	3.7%	-7.2%	4.4%	12.2%
	S&P Smallcap 600 Value	2.7%	-13.2%	1.0%	13.5%
	Int'l.				
	MSCI ACWI ex-USA	3.2%	10.7%	8.9%	10.7%
	MSCI EM	3.4%	6.2%	4.6%	6.9%

Source: Bloomberg as of May 2, 2025

Alternative Markets Overview

- Gold prices fell for the second consecutive week, sliding 1.7% due to trade tensions between U.S. and China appearing to be easing as well as the strong jobs report last week.
- Oil prices continued to fall last week as traders turned cautious ahead of the upcoming OPEC+ meeting to decide output policy for June.

Name	1W	YTD	3Y (Ann.)	5Y (Ann.)
S&P GSCI	-3.1%	-3.6%	-3.3%	21.2%
Gold	-1.7%	22.8%	20.3%	13.8%
FTSE All Equity NAREIT	3.4%	2.1%	0.2%	8.3%
Bitcoin	1.6%	3.8%	36.0%	61.3%
Ethereum	2.2%	-44.9%	-13.5%	54.4%

Source: Bloomberg as of May 2, 2025



Upcoming Week

- This week is jam-packed with Q1 earnings releases. Key names include Advanced Micro Devices, Walt Disney, and Coinbase.
- It is a light week for economic data after the wealth of publications last week. Important ones include Monday's ISM data, Wednesday's FOMC rate decision, and Thursday's Wholesale Trade and Inventories data.

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S&P 1500 Index combines three leading indices, the S&P 500, the S&P Midcap 400, and the S&P Smallcap 600, to cover approximately 90% of U.S. equity market capitalization.

S&P 500 Index includes approximately 500 leading companies that covers approximately 80% of available U.S. equity market capitalization.

S&P 500 Growth Index is a stock index that represents the fastest-growing companies in the S&P 500 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P 500 Value Index is a stock index that represents the companies in the S&P 500 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

S&P Midcap 400 Index is distinct from the large-cap S&P 500 and designed to measure the performance of 400 U.S. mid-sized companies, which have differing liquidity and growth potential than large and small cap companies.

S&P Midcap 400 Growth Index is a stock index that represents the fastest-growing companies in the S&P Midcap 400 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P Midcap 400 Value Index is a stock index that represents the companies in the S&P Midcap 400 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

S&P Smallcap 600 Index measures the performance of 600 small-sized U.S. companies to reflect the small-cap segment of the U.S. equity market, which is typically known for less liquidity than large cap stocks.

S&P Smallcap 600 Growth Index is a stock index that represents the fastest-growing companies in the S&P Smallcap 600 based on three factors: sales growth, ratio of earnings change to price, and momentum.

S&P Smallcap 600 Value Index is a stock index that represents the companies in the S&P Smallcap 600 with the most attractive valuations based on three factors: book value, earnings, and sales to price.

MSCI ACWI ex-US Index captures large and mid-cap representation across 22 of 23 Developed Markets (DM) countries (excluding the US) and 24 Emerging Markets (EM) countries.

MSCI Emerging Markets Index captures large and mid-cap representation across 24 Emerging Markets (EM) countries.

S&P GSCI is broad-based and production weighted to represent the global commodity market beta. The index is designed to be investable by including the most liquid commodity futures.

S&P GSCI Gold a sub-index of the S&P GSCI, provides investors with a reliable and publicly available benchmark tracking the COMEX gold future.

FTSE All Equity NAREIT Index contains all tax-qualified REITs with more than 50 percent of total assets in qualifying real estate assets other than mortgages secured by real property that also meet minimum size and liquidity criteria.

Bitcoin USD Spot Exchange Rate measures the last price of 1 Bitcoin in USD.

Bloomberg Galaxy Bitcoin Index is designed to measure the performance of a single bitcoin traded in USD.

Ethereum USD Spot Exchange Rate measure the last price of 1 Ethereum in USD.

Bloomberg Galaxy Ethereum Index is designed to measure the performance of a single Ethereum traded in USD.

Bloomberg Barclays 1-3 Year Govt/Credit Index is the 1-3 Yr. component of the U.S. Government/Credit index, which includes securities in the Government, which includes treasuries and agencies debt securities, and Credit Indices, which includes publicly issued U.S. corporate and foreign debt that meet specified maturity, liquidity, and quality requirements.

Bloomberg Intermediate US Government/Credit Bond Index is a broad-based flagship benchmark that measures the non-securitized component of the US Aggregate Index with less than 10 years to maturity; this includes investment grade, US dollar-denominated, fixed-rate treasuries, government-related and corporate securities

Bloomberg Barclays Global Aggregate Bond Index provides a broad-based measure of the global investment-grade fixed income markets, with three major components of this index are the U.S. Aggregate, the Pan-European Aggregate, and the Asian-Pacific Aggregate Indices.

Bloomberg Barclays U.S. Aggregate Bond Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

Bloomberg Barclays U.S. Treasury Aggregate Bond Index is the U.S. Treasury component of the U.S. Government index and represents public obligations of the U.S. Treasury with a remaining maturity of one year or more.

Bloomberg US TIPS Index consists of Inflation-Protection securities issued by the U.S. Treasury.

Bloomberg Barclays US Corporate Bond Index is the Corporate component of the U.S. Credit index and represents publicly issued U.S. corporate and specified foreign debentures and secured notes that meet the specified maturity, liquidity, and quality requirements.

Bloomberg Barclays U.S. Corporate High Yield Index covers the universe of fixed rate, non-investment grade debt.

Bloomberg Barclays Emerging Markets Bond Index is broad-based with country eligibility and classification as an Emerging Market being rules-based and reviewed on an annual basis using World Bank income group and International Monetary Fund (IMF) country classifications.

Bloomberg Barclays U.S. Municipal Index is a rules-based, market-value-weighted index engineered for the long-term tax-exempt bond market.

Bloomberg Barclays US High Yield Municipal Index is an unmanaged index of noninvestment-grade municipal debt securities, which provides a representation of the performance of US high-yield tax-exempt bonds.

Federal Funds Rate is the interest rate at which depository institutions trade federal funds (balances held at Federal Reserve Banks) with each other overnight.

U.S. Treasury Securities are issued by the federal government and are considered to be among the safest investments you can make, because all Treasury securities are backed by the "full faith and credit" of the U.S. government.

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