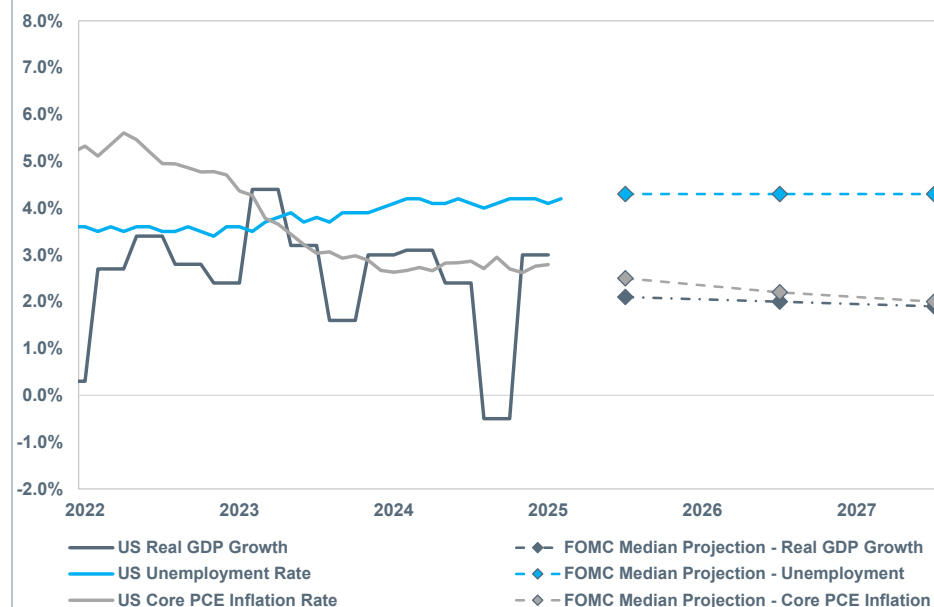


## General Market Commentary

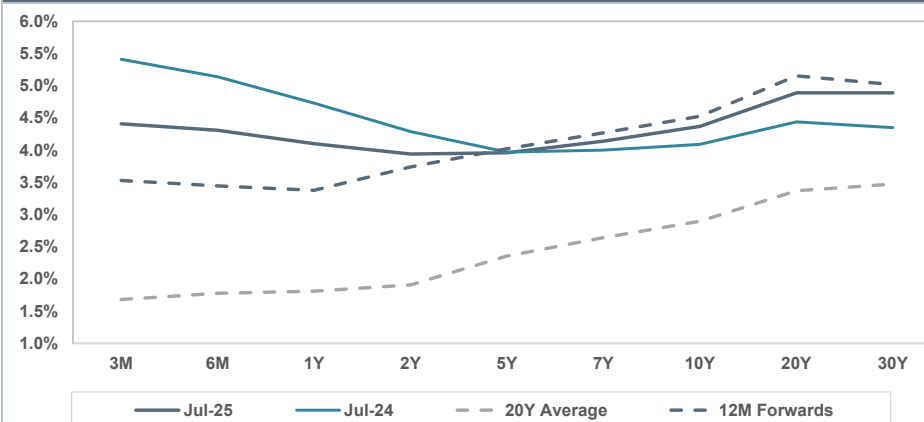
- Fears of a recession subsided as the initial estimate of Q2 GDP came in at a robust +3.0%. Taken in total with Q1 (-0.5%), GDP growth in the first half of 2025 remains indicative of a slowing US economy.
- Unsurprisingly the FOMC kept its key interest rate unchanged, however the dissension by two members was notably unusual.
- While a handful of trade deals were announced, the uncertainty of tariff levels permeated throughout the month. On July 31, the Administration announced additional tariffs on dozens of countries and the European Union, set to go into effect on August 7.
- For the month, risk assets were mostly positive while rising rates pushed most bond sectors into negative territory.

## Growth, Inflation, and Unemployment



	Economic Indicators	Jul-25		Rank	Dec-24	10 Yr	20 Yr
Growth	Real US GDP (%)	2.50*	—	67	2.50	2.77	2.33
	Consumer Spending YoY (PCE) (%)	2.11*	▼	39	3.11	2.76	2.24
	Durable Goods Orders (billions) (\$)	311.82*	▲	99	290.56	252.47	232.46
	Housing Starts (thousands)	123.20*	▲	80	108.00	112.53	97.95
	Consumer Confidence (Conf Board)	97.20	▼	46	109.50	110.42	92.67
	Leading Economic Index (Conf Board)	98.80*	▼	48	101.60	108.16	98.67
Inflation	CPI YoY (Headline) (%)	2.70*	▼	61	2.90	3.04	2.58
	CPI YoY (Core) (%)	2.90*	▼	80	3.20	3.06	2.47
	Breakeven Inflation - 10 Year (%)	2.39	▲	81	2.34	2.02	2.07
	PPI YoY (%)	1.53*	▼	38	2.66	2.98	2.81
Rates	M2 YoY (%)	4.53*	▲	30	3.58	6.48	6.37
	Federal Funds Rate (%)	4.33	—	77	4.33	2.02	1.72
	SOFR (%)	4.39	▼	79	4.49	2.05	1.81
	2 Year Treasury (%)	3.94	▼	77	4.25	2.19	1.91
	10 Year Treasury (%)	4.37	▼	86	4.58	2.60	2.90
	10-2 Spread (%)	0.43	▲	35	0.33	0.41	0.99
Capacity	Unemployment Rate (%)	4.20	▲	27	4.10	4.61	5.79
	PMI - Manufacturing (%)	48.00	▼	13	49.20	52.99	52.76
	PMI - Service (%)	50.80*	▼	12	54.00	55.82	54.64
Currency/ Commodity	US Dollar Total Weighted Index	120.53	▼	87	127.81	116.79	105.69
	WTI Crude Oil per Barrel (\$)	69	▼	46	72	63	73

## Treasury Yield Curve



## FOMC Rate Movement Probabilities

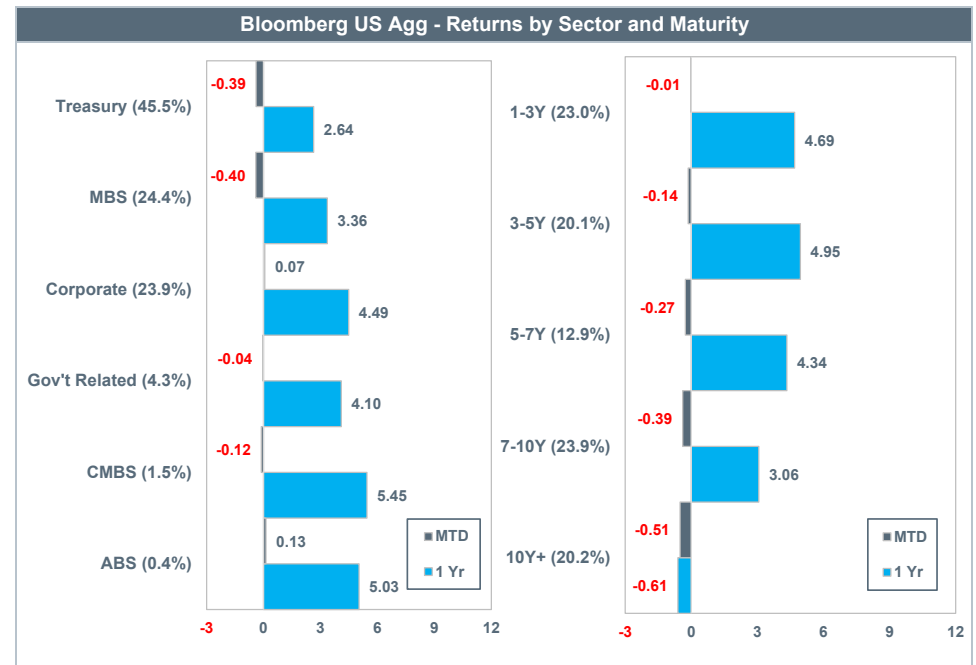
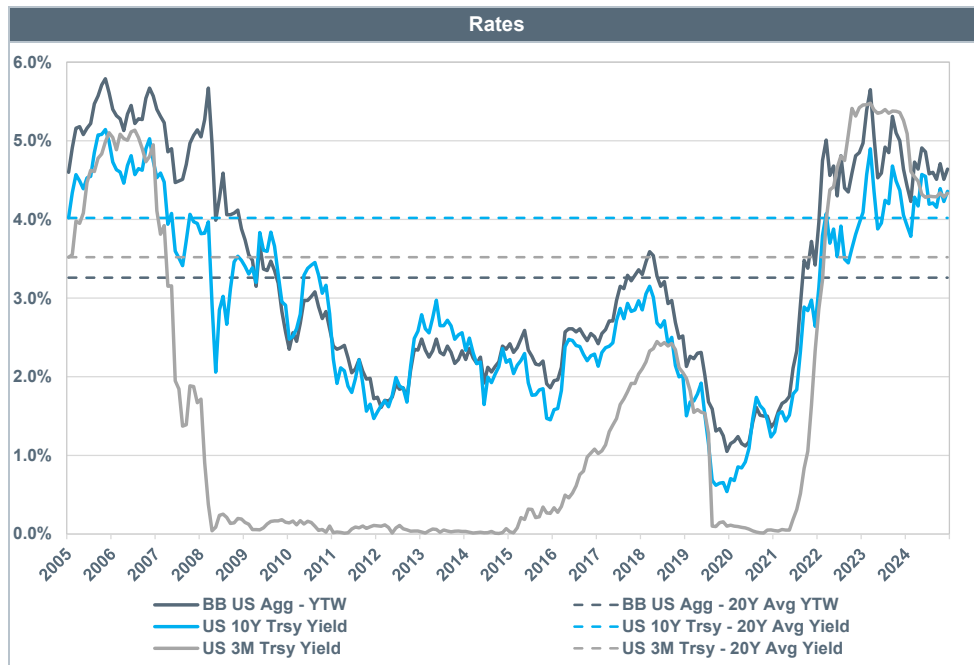
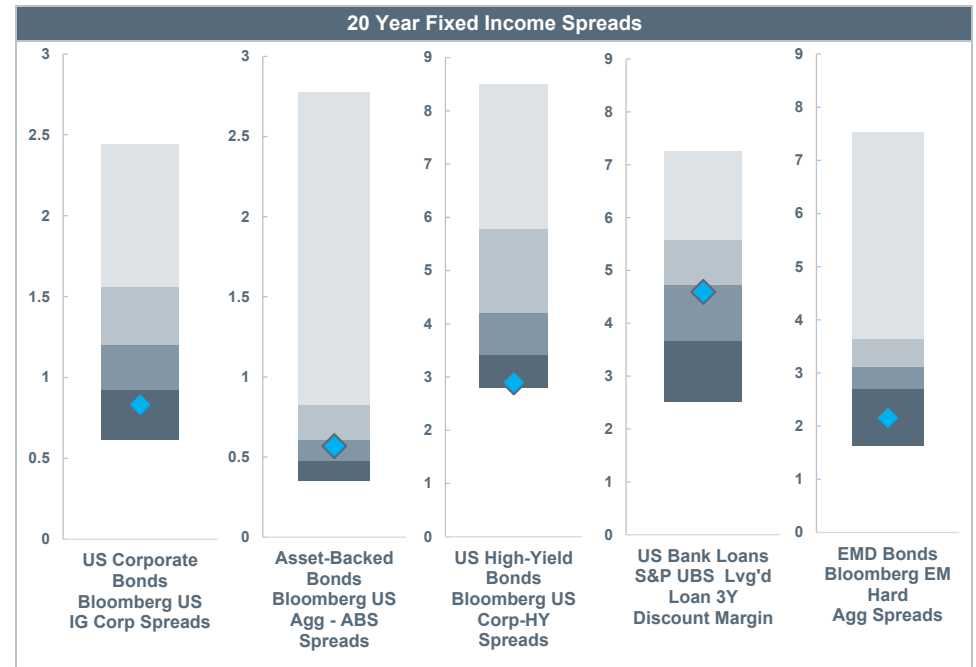
Meeting Date	4.25% - 4.50%	4.00% - 4.25%	3.75% - 4.00%	3.50% - 3.75%
9/17/2025	53.8%	46.2%	--	--
10/29/2025	37.8%	48.4%	13.8%	--
12/10/2025	15.5%	42.1%	34.2%	8.1%

Data courtesy of FactSet. \*Indicates data is currently unavailable and is shown as of the most recently available date. Percentile rank is based on the trailing 20Y period. SOFR data is backfilled with LIBOR prior to April 2018. FOMC rate movement probability data is provided by FactSet and is based on futures data.

## Fixed Income Market Review

As of July 31, 2025

Performance		Index	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr
US Fixed Income	Aggregate	BB US Agg Bond	-0.26	-0.26	3.75	3.38	1.64	-1.07	1.66
	Broad	BB US Gov't/Credit 1-3Y	-0.02	-0.02	2.90	4.68	3.56	1.54	1.84
		BB US Gov't/Credit	-0.22	-0.22	3.72	3.34	1.80	-1.27	1.82
		BB US Gov't/Credit Long	-0.49	-0.49	2.88	-0.52	-1.69	-6.00	1.52
		BB US TIPS	0.12	0.12	4.79	4.12	0.94	1.17	2.66
		BB US Agg Securitized	-0.38	-0.38	3.83	3.51	1.27	-0.60	1.28
	Credit	BB US IG Corp	0.07	0.07	4.24	4.49	3.26	-0.49	2.88
		BB US Corp - HY	0.45	0.45	5.04	8.67	8.01	5.09	5.49
		S&P UBS Lvg'd Loan	0.82	0.82	3.81	7.60	9.16	7.17	5.22
Int'l Fixed Income	Aggregate	BB Gbl Agg ex US	-2.52	-2.52	7.21	5.06	1.18	-3.00	0.35
	Sovereign	FTSE Non-US WGBI	-2.77	-2.77	6.83	4.29	0.18	-4.70	-0.31
	EMD	BB EM Agg USD	0.92	0.92	5.90	8.42	7.24	1.26	3.50
		BB EM Local Broad	-1.31	-1.31	12.49	9.93	6.79	-0.73	1.37

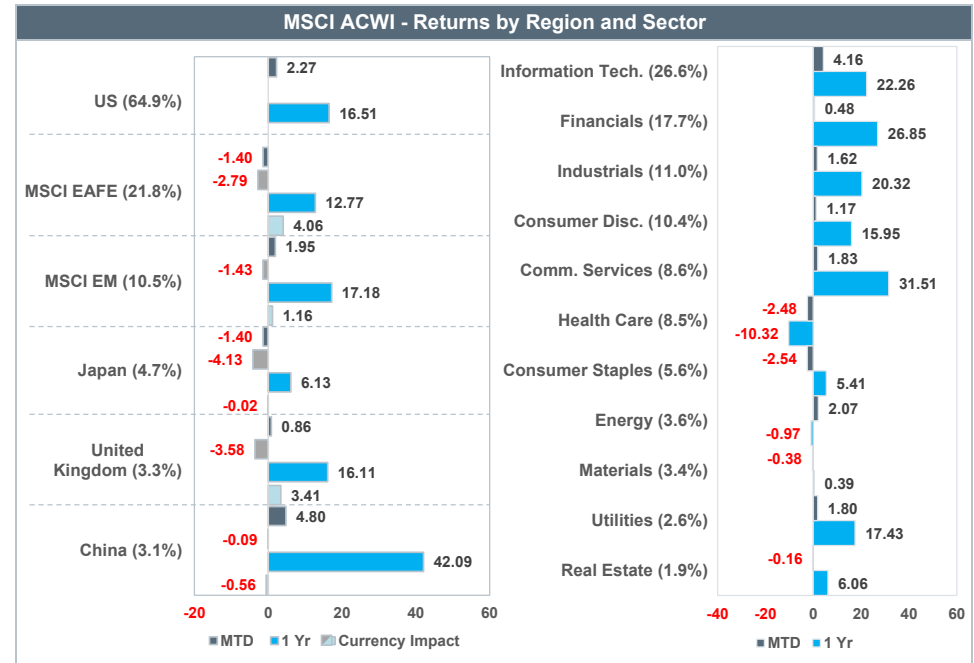
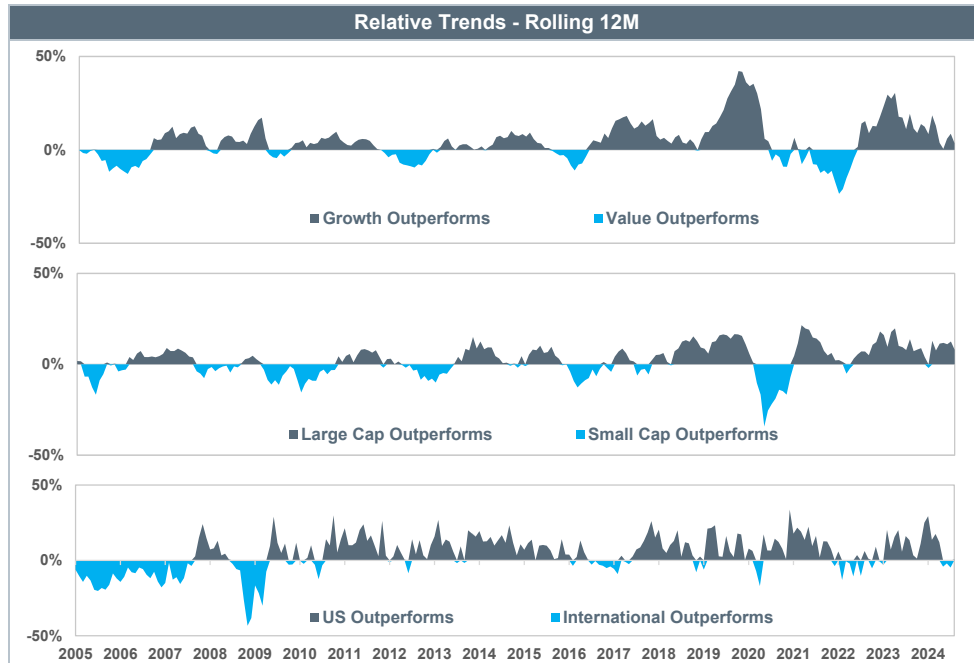
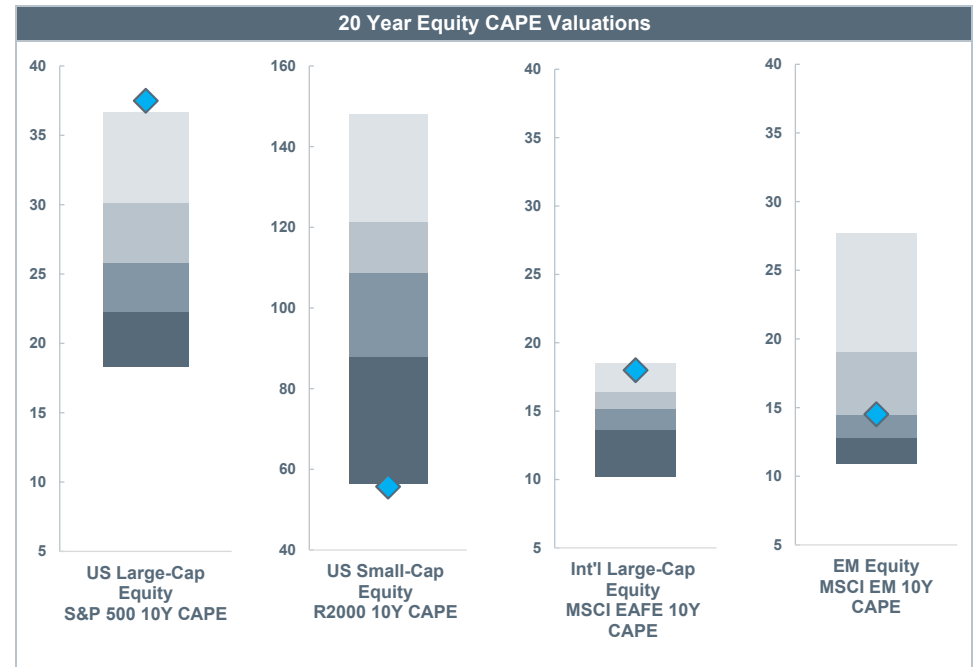


Data courtesy of FactSet. Parenthesis include calculated percentage of the total index based on current market values.

## Equity Market Review

As of July 31, 2025

Performance		Index	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr
US Equity	All-Cap	Russell 3000	2.20	2.20	8.08	15.68	16.42	15.19	13.02
	Large-Cap	S&P 500	2.24	2.24	8.59	16.33	17.10	15.88	13.66
		Russell 1000 Value	0.57	0.57	6.61	8.79	10.59	13.18	9.20
		Russell 1000	2.22	2.22	8.48	16.54	16.94	15.49	13.38
		Russell 1000 Growth	3.78	3.78	10.10	23.75	22.60	17.27	17.06
	Small-Cap	Russell 2000 Value	1.77	1.77	-1.45	-4.27	4.80	12.41	7.20
		Russell 2000	1.73	1.73	-0.08	-0.55	7.03	9.81	7.43
		Russell 2000 Growth	1.70	1.70	1.21	3.15	9.09	7.06	7.27
Int'l Equity	All-Country	MSCI ACWI IMI ex US	-0.22	-0.22	17.62	14.67	12.45	9.18	6.21
	Developed	MSCI EAFE Value	0.26	0.26	23.16	18.98	17.67	14.31	5.90
		MSCI EAFE	-1.40	-1.40	17.77	12.77	13.57	10.34	6.14
		MSCI EAFE Growth	-3.01	-3.01	12.47	6.73	9.60	6.31	6.13
	EM	MSCI EM	1.95	1.95	17.51	17.18	10.50	5.40	5.77



Data courtesy of FactSet. Relative trends analysis utilize relevant Russell equity indices for US markets, and the MSCI ACWI (USD) (Net) for international markets. Parenthesis include calculated percentage of the total index based on current market values. Return decomposition utilizes Net MSCI indices priced in both USD and local currencies.