



MONTHLY MARKET REVIEW – June 2025

	June 2025	YTD	1-Year	3-Years	5-Years	10-Years
U.S. Large Cap Equities S&P 500	5.09%	6.20%	15.16%	19.71%	16.64%	13.65%
U.S. Small Cap Equities Russell 2000	5.44%	-1.79%	7.68%	10.00%	10.04%	7.12%
Energy Infrastructure Equities Alerian U.S. Midstream	3.91%	5.14%	29.46%	29.77%	31.89%	9.35%
U.S. Real Estate Equities Dow Jones U.S. Select REIT	-0.97%	-0.56%	8.09%	4.77%	8.55%	5.45%
Global Equities MSCI All Country World Index	4.49%	10.05%	16.17%	17.35%	13.65%	9.99%
Int'l Developed Equities MSCI EAFE	2.20%	19.45%	17.73%	15.97%	11.16%	6.51%
Emerging Market Equities MSCI Emerging Markets	6.01%	15.27%	15.29%	9.70%	6.81%	4.81%
U.S. Taxable Fixed Income Bloomberg U.S. Aggregate	1.54%	4.02%	6.08%	2.55%	-0.73%	1.76%
U.S. Tax-Exempt Fixed Income Bloomberg Municipal Aggregate	0.62%	-0.35%	1.11%	2.50%	0.51%	2.20%
High Yield Fixed Income Bloomberg U.S. Corp High Yield	1.84%	4.57%	10.28%	9.93%	5.97%	5.38%
Floating Rate Loans Morningstar LSTA U.S. Loan	0.80%	2.81%	7.29%	9.69%	7.45%	5.15%
Collateralized Loan Obligations JP Morgan Collateralized Loan Index	0.58%	2.89%	6.70%	8.22%	5.68%	4.23%

- Large cap U.S. equities staged a remarkable comeback after declining 19% through April 8th.
- June was another positive month for U.S. & global equities, with U.S. outperforming developed international markets, but underperforming emerging markets.
- Year-to-date, “Growth” stocks gained 8.9% compared to “value” stocks that were up 3.3%.
- Mag-7 stocks turned positive through mid-year (+3%) comprising 21% of the S&P 500 Index but considerably underperforming the broader market.
 - The top ten stocks of the S&P 500 represent nearly 40% of index market capitalization representing extreme concentration.
- Year-to-date international equities maintained their outperformance relative to U.S. stocks. Non-U.S. equity returns were enhanced by a 10% decline in the U.S. dollar and more reasonable valuations.
- Fixed income returns were universally positive in June.
 - 10-year treasury yields were 4.2%, with inflation at 2.8% (PCE), providing a positive real yield.
- High yield bonds, floating rate loans and investment grade CLOs yielded 7.1%, 8.8% and 5.7%.
 - Default rates on high yield corporate bonds ended the month near historical lows.

Sources: eVestment, JP Morgan, xe.com, Trading Economics, MacroTrends, StatisticsCanada, Bloomberg, bea.gov, U.S. Dept of Labor/Bureau of Labor Statistics, Bank of Canada, Reuters, Bureau of Economic Analysis, Barrons

Category	Comments
Growth	<p>The U.S. economy slowed more than expected Q1, with real GDP declining 0.5%¹:</p> <ul style="list-style-type: none"> Consumer spending increased 0.5%, while private investment surged 23.8% due to inventory spikes ahead of tariffs. Government spending decreased 0.6% and net exports declined 4.6%.
Profits	<p>The 1Q25 earnings season has closed:</p> <ul style="list-style-type: none"> Pro forma Earnings Per Share (EPS) of \$63.45; representing an increase of 12.4% y/y and negative 3.5% q/q. Driven by Sales growth (5.1%), Margins (8.4%) and Shares count (-1.1%) 77% of companies exceeded estimate; earnings came in 10% over consensus.
Jobs	<p>The June jobs report exceeded consensus:</p> <ul style="list-style-type: none"> The U.S. economy added 147,000 jobs, of which ½ were state/local government. The unemployment rate declined to 4.1% and wages rose 0.2% m/m & 3.7% y/y.
Inflation	<p>May Personal Consumption Expenditures Index (PCE):</p> <ul style="list-style-type: none"> Headline and Core PCE price indices were hotter than expected. Headline and Core increased 2.3% and 2.7%, y/y.
Interest Rates	<p>The FOMC policy rate was unchanged in June; range of 4.25%-4.50%:</p> <ul style="list-style-type: none"> The FOMC 2025 median year-end estimated policy rate is 3.90%. Fed Funds futures are pricing in 3.63% as of June 30th.

¹ Annualized

CANADA:

- The U.S. dollar index (DXY) **decreased** 2.5% in June and **decreased** 7.6% over the past year (see chart below), while the U.S. dollar **weakened** 5.4% (YTD) against the Canadian dollar to end the month with an exchange rate of **1.36**.
- The Bank of Canada policy interest rate was unchanged at 2.75% when the committee met in June.
- Inflation has flatlined, with **total** CPI remaining at 1.7% for April and May.
- Core CPI**, referred to as "CPI-trim," declined 0.1% to end May at 3.0%.
- Canada's services economy contracted at a steeper pace in June, with the Business Activity Index marking its seventh consecutive reading under 50 (a sub-50 readings indicates contraction).
- According to Reuters, "International demand was again especially hard hit, and the outlook remains subdued given widespread uneasiness..." Canada sends approximately 75% of its exports to the United States, including steel/aluminum and automobiles, which have all been impacted by tariffs.



Sources: eVestment, JP Morgan, xe.com, Trading Economics, MacroTrends, StatisticsCanada, Bloomberg, Forbes, bea.gov, U.S. Dept of Labor/Bureau of Labor Statistics, Bank of Canada, Reuters, VanEck

OIL:

- **The price of crude oil was \$64.79 per barrel (WTI).**
- Oil prices **increased** \$4.00 per barrel, or 6.6%, in June.
- Oil prices rose sharply in May, to a high of \$75.36, before falling 14% through Month-end. The significant volatility in June was attributable to guidance from OPEC+ of an August output increase of 548,000 barrels per day, which would be on top of a 411,000 BPD increase in May, June and July.
- **Oil is forecasted to trade between \$55 and \$70 per barrel over the next 12 months.**

Year	Ave. Price	High	Low	% Change
2025	\$67.71	\$80.73	\$57.17	-10%
2024	\$75.83	\$87.01	\$66.37	1%
2023	\$77.64	\$93.84	\$66.74	-11%
2022	\$94.53	\$123.70	\$71.59	7%
2021	\$68.17	\$84.65	\$47.62	55%
2020	\$39.68	\$63.27	\$11.26	-21%
2019	\$56.99	\$66.24	\$46.31	35%
2018	\$65.23	\$77.41	\$44.48	-25%
2017	\$50.80	\$60.46	\$42.48	12%
2016	\$43.29	\$54.01	\$26.19	45%
2015	\$48.66	\$61.36	\$34.55	-31%
2014	\$93.17	\$107.95	\$53.45	-46%

COPPER:

- **The price of copper was \$4.91 USD per pound.**
- Copper prices **increased** \$0.21 per pound, or 4.5%, in June.
- The price of copper was relatively stable in June, moving higher at month-end to reach a three-month high. The higher price was driven by supply concerns and positive trade sentiment
- **Copper is forecasted to trade between \$4.70 and \$5.20 per pound over the next 12 months.**

Year	Ave. Price	High	Low	% Change
2025	\$4.65	\$5.24	\$4.02	22%
2024	\$4.23	\$5.10	\$3.68	3%
2023	\$3.86	\$4.28	\$3.57	2%
2022	\$4.00	\$4.94	\$3.23	-14%
2021	\$4.24	\$4.76	\$3.52	27%
2020	\$2.80	\$3.63	\$2.10	26%
2019	\$2.72	\$2.97	\$2.53	6%
2018	\$2.93	\$3.30	\$2.56	-20%
2017	\$2.81	\$3.30	\$2.49	32%
2016	\$2.20	\$2.69	\$1.94	17%
2015	\$2.49	\$2.94	\$2.02	-25%
2014	\$3.11	\$3.38	\$2.83	-17%

ALUMINUM:

- **The price of aluminum was \$2,601 USD per tonne.**
- Aluminum prices **increased** \$155.25 per tonne, or 6.3%, in June.
- The price of aluminum moved steadily higher in June, with minimal volatility. The price increase was attributable to tariffs and supply chain disruptions. Forward price uncertainty centers around Chinese demand.
- **Aluminum is forecasted to trade between \$2,550 USD/tonne and \$2,700 over the next 12 months.**

Year	Ave. Price	High	Low	% Change
2025	\$2,548	\$2,729	\$2,340	2%
2024	\$2,458	\$2,768	\$2,159	7%
2023	\$2,288	\$2,662	\$2,122	0%
2022	\$2,711	\$3,966	\$2,103	-15%
2021	\$2,486	\$3,198	\$1,954	42%
2020	\$1,732	\$2,068	\$1,427	9%
2019	\$1,811	\$1,936	\$1,706	-2%
2018	\$2,115	\$2,556	\$1,817	-19%
2017	\$1,979	\$2,272	\$1,686	34%
2016	\$1,610	\$1,784	\$1,450	12%
2015	\$1,679	\$1,978	\$1,436	-18%
2014	\$1,984	\$2,107	\$1,840	0%

Sources: eVestment, JP Morgan, xe.com, Trading Economics, MacroTrends, StatisticsCanada, Bloomberg, Forbes, bea.gov, U.S. Dept of Labor/Bureau of Labor Statistics, Bank of Canada, Reuters, VanEck

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