

Weekly Market Update



Market Data as of Week Ending: 12/19/2025 unless noted otherwise

Equities were mixed last week as investors digested a large volume of economic data and continued to trade around uncertainty tied to AI-related valuations. Large and mid-cap stocks finished the week roughly flat, while small-caps declined. Growth stocks extended their year-to-date outperformance versus value. Sector performance was also mixed, with 5 of 11 S&P 500 sectors finishing higher, led by consumer discretionary. Energy was the weakest sector, pressured by lower oil prices. Developed international equities edged higher as improving economic data in Europe was partially offset by rate hikes from the Bank of Japan. Emerging market stocks declined amid ongoing weakness in Chinese economic data.

Fixed income markets traded higher as Treasury yields moved lower in response to incoming economic releases. The 2-Year Treasury yield fell to 3.48% and the 10-Year declined to 4.16%, steepening the 2-10 year curve to 0.68%. Longer-duration government and investment-grade bonds outperformed, while high-yield bonds lagged. Government bonds outperformed corporates and high yield as credit spreads edged slightly wider. Investment-grade corporate yields and high-yield yields finished the week at 4.84% and 7.11%, respectively.

Mixed economic signals emerged last week amid a wave of delayed data releases following the government shutdown. The BLS reported that 64K jobs were added in November, following an October estimate showing a loss of 105K jobs that was previously unavailable. Job gains remained concentrated in healthcare, which added 46K positions, with construction contributing an additional 28K. The unemployment rate rose to 4.6%, above expectations, while August and September payrolls were revised lower. November core CPI declined more than expected to 2.6% year-over-year, raising some questions around data reliability. Shelter inflation slowed to 3.0% year-over-year, the lowest reading since 2021. October retail sales were unchanged month-over-month at \$732.6B, while the retail sales control group increased 0.8%, pointing to firmer underlying consumer demand.

U.S. Equity Returns (Size & Style - Russell)												
	Value	<u>Week</u> Core	Growth	Value	<u>MTD</u> Core	Growth	Value	<u>QTD</u> Core	Growth	Value	<u>YTD</u> Core	Growth
Large	-0.40%	0.10%	0.55%	0.47%	-0.09%	-0.55%	3.59%	2.32%	1.19%	15.67%	17.26%	18.64%
Mid	-0.39%	-0.34%	-0.18%	0.68%	0.53%	0.03%	2.05%	0.96%	-2.36%	11.74%	11.49%	10.17%
Small	-0.94%	-0.83%	-0.73%	1.96%	1.26%	0.61%	5.09%	4.08%	3.16%	14.59%	14.89%	15.18%

U.S. Fixed Income Returns (Quality & Duration - Bloomberg)												
		<u>Week</u>			<u>MTD</u>			<u>QTD</u>			<u>YTD</u>	
	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long
Govt	0.20%	0.24%	0.53%	0.09%	-0.08%	-2.02%	1.03%	1.03%	-0.34%	5.70%	6.37%	5.29%
Corp	0.21%	0.25%	0.36%	0.14%	-0.03%	-1.45%	1.07%	1.05%	-0.52%	6.60%	7.70%	7.00%
HY	0.22%	0.23%	-0.34%	0.29%	0.26%	-2.17%	0.90%	1.00%	-1.58%	7.51%	8.17%	11.99%

Index Returns					S&P 500 Sector Returns				
	Week	MTD	QTD	YTD		Week	MTD	QTD	YTD
Equities (Stocks)					Consumer Disc	1.02%	2.25%	2.17%	7.58%
S&P 500	0.13%	-0.13%	2.46%	17.66%	Consumer Staples	-0.90%	-1.02%	0.58%	4.50%
S&P MidCap 400	0.03%	1.37%	2.97%	8.90%	Energy	-2.90%	-2.06%	-0.75%	6.23%
Russell 2000	-0.83%	1.26%	4.08%	14.89%	Financials	-0.16%	2.88%	1.82%	14.80%
MSCI EAFE	0.20%	1.83%	3.67%	29.73%	Health Care	0.61%	-1.67%	11.34%	14.25%
MSCI Emerging Markets	-1.52%	0.31%	2.00%	30.09%	Industrials	-0.54%	1.44%	1.05%	19.62%
MSCI EAFE Small Cap	0.14%	0.74%	1.14%	29.85%	Info Technology	0.49%	-0.46%	1.20%	23.78%
Fixed Income (Bonds)					Materials	0.63%	1.67%	0.57%	9.94%
Bloomberg Int Gov/Credit	0.24%	-0.06%	1.04%	6.80%	Real Estate	-1.02%	-3.22%	-3.90%	2.05%
Bloomberg US Agg	0.34%	-0.35%	0.90%	7.09%	Communication Svcs	0.11%	-2.28%	5.86%	31.80%
Bloomberg US High Yield	0.22%	0.21%	0.95%	8.24%	Utilities	-0.52%	-5.98%	-2.30%	14.99%
Other									
Bloomberg Commodity	-0.09%	-1.24%	4.87%	14.70%	Bond Yields				
S&P Dev Property	-0.23%	-1.92%	-1.20%	10.49%		12/19/25	11/30/25	9/30/25	12/31/24
Commodities and Currency					SOFR 3Mo Swap	3.69%	3.78%	3.97%	4.30%
	12/19/25	11/30/25	9/30/25	12/31/24	2Yr Treasury	3.48%	3.47%	3.60%	4.25%
Oil (\$/barrel)	56.66	58.65	62.37	71.72	10Yr Treasury	4.16%	4.02%	4.16%	4.58%
Gold (\$/oz.)	4338.88	4239.43	3858.96	2624.5	2-10 Slope	0.68%	0.55%	0.56%	0.33%

Past performance is not a guarantee of future results. We believe the information presented is reliable, but we do not guarantee its accuracy.