

# Weekly Market & Economic Highlights



June 2, 2025

## The Week's Highlights

April core PCE (Personal Consumption Expenditure) up 0.1% (also consensus), above March's flat reading. Annualized core now up 2.5%, also consensus. Headline PCE also up 0.1%, below consensus for 0.2% and higher than flat in March. Annualized headline up 2.1%, just below 2.2% consensus. April personal spending up 0.2%, below consensus for 0.4% and March's unrevised 0.7%. April personal income up 0.8%, above consensus for 0.4% and March's 0.7% (revised from 0.5%). Analysts noted full effects of tariffs expected later in the summer when businesses run out of pre-tariff stock and reorder at higher tariff prices.

Final May University of Michigan consumer sentiment at 52.2, above consensus 51.8 and the same as April's 52.2. Unchanged reading comes after four consecutive months of declines.

Second read of Q1 GDP (Gross Domestic Product) came in at (0.2%), a bit above consensus and the first reading of (0.3%). Annualized Q1 GDP at 2.1%, above 2.0% consensus. Core PCE Price Index of 3.4% below consensus and prior reading of 3.5%. Release said upward revision to investment partially offset by downward adjustment to consumer spending. Report noted decrease in real GDP reflects an increase in imports (subtracts from GDP), lower consumer spending and a decrease in government spending.

## Chart of the Week – Personal Spending and Income - US



Equities	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
Dow Jones Industrial Average	42,270	1.67	4.16	0.08	12.85
S&P 500	5,912	1.90	6.29	1.06	14.42
NASDAQ COMPOSITE	19,114	2.02	9.65	-0.73	15.03
Russell 2000 Index	2,066	1.32	5.34	-6.85	1.85
Russell Growth Index	4,021	2.31	8.85	-0.27	17.86
Russell Value Index	1,853	1.33	3.51	2.50	10.48
MSCI EAFE Index	2,600	0.90	4.70	17.33	14.79
MSCI Emerging Markets Index	1,157	-1.11	4.30	8.86	12.63

Fixed Income	Last	1 Week	MTD	YTD	1 YR
U.S. Aggregate Bond Index	2,243	0.88	-0.72	2.45	5.84
U.S. Treasury Index	2,348	0.76	-1.03	2.51	5.42
U.S. Corporate Index	3,364	1.11	-0.01	2.26	6.06
U.S. MBS Index	2,207	0.91	-0.91	2.41	6.22
U.S. Municipal Bond Index	1,323	0.28	0.06	-0.96	2.06
U.S. High Yield Index	2,755	0.74	1.68	2.68	9.54
Emerging Markets USD Index	1,285	0.62	0.67	2.97	8.22

Alternative Assets	Last	1 Week	MTD	YTD	1 YR
LBMA Gold Price PM USD	3,277.6	-1.95	-0.74	25.62	39.56
LBMA Silver Price/USD Index	33.1	-0.05	2.65	12.29	4.97
Bloomberg Commodity Index	100.0	-2.64	-0.93	1.24	-3.90
Alerian MLP Index	296.6	-1.42	1.71	4.38	16.79
Dow Jones Equity REIT Total Return Index	2,645.0	2.70	1.17	1.96	13.84
S&P 500 Real Estate Index	261.6	2.74	0.99	3.35	15.86

Index Characteristics	% of 52 Wk High	P/B	P/E	NTM P/E	Div. Yld.

Currencies	Current	12/31/24	12/29/23	12/30/22
	Exchange Rate			
\$ per €	1.13	1.04	1.10	1.07
\$ per £	1.35	1.25	1.27	1.21
¥ per \$	144.02	157.20	141.04	131.12

Commodities	Price (\$)			
Oil WTI	60.79	71.72	71.65	80.26
Natural Gas	3.45	3.63	2.51	4.48
Gold	3,289.25	2,624.50	2,062.98	1,824.02

Interest Rates	Rate (%)			
Fed Funds Target	4.50	4.50	5.50	4.50
2 year Treasury	3.90	4.24	4.25	4.43
10 year Treasury	4.40	4.57	3.88	3.88
15 year Mortgage	6.03	6.00	5.93	5.68
30 year Mortgage	6.89	6.85	6.61	6.42
Prime Rate	7.50	7.50	8.50	7.50
SOFR	4.35	4.49	5.38	4.30

Source: Bloomberg Finance L.P. & FactSet as of May 30, 2025

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Presentation is prepared by: First Horizon Advisors