

Weekly Market Update



Market Data as of Week Ending: 12/26/2025 unless noted otherwise

Equities advanced last week with major indices reaching record highs during the holiday-shortened trading period. Strong GDP data and improving AI-related sentiment supported markets despite low trading volumes. Large-cap stocks extended their year-to-date outperformance versus mid and small-caps, while growth modestly outpaced value. Market breadth improved as all 11 S&P 500 sectors finished higher, led narrowly by cyclicals. Precious metals continued to rally, with gold ending the week above \$4,500 per ounce. International equities also moved higher, with both developed and emerging markets posting gains.

Bonds traded higher as Treasury yields ended the week modestly lower within a range-bound environment. The 2-Year Treasury yield declined to 3.46% while the 10-Year fell to 4.14%, leaving the 2-10yr slope unchanged at 0.68%. Long-duration bonds slightly outperformed short-duration bonds, while corporate bonds outpaced both government and high-yield debt. Credit spreads were little changed and remain historically tight. Investment-grade and high-yield corporate yields continued to drift lower, ending the week at 4.81% and 7.10%, respectively.

Economic data releases were limited during the holiday week, but investor focus centered on Q3 GDP, which expanded at its fastest pace in two years. The initial estimate showed 4.3% growth, well above expectations of 3.3%. Growth was driven by resilient consumer demand and a favorable trade balance supported by higher exports. Other economic indicators were mixed. Industrial production rose 0.2% in November, while capacity utilization was largely unchanged at 76%. Durable goods orders declined 2.2% in October but showed modest growth when excluding volatile components. The Conference Board reported that the Consumer Confidence Index fell 3.8 points in December to 89.1, driven by a 9.5 point decline in the Present Situation Index as consumers grew more pessimistic about current business conditions and the labor market.

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	1.23%	1.37%	1.45%	1.71%	1.28%	0.89%	4.87%	3.72%	2.66%	17.09%	18.86%	20.36%
Mid	0.84%	0.79%	0.64%	1.52%	1.32%	0.67%	2.90%	1.76%	-1.74%	12.67%	12.37%	10.88%
Small	-0.01%	0.21%	0.41%	1.95%	1.47%	1.03%	5.07%	4.30%	3.58%	14.58%	15.13%	15.65%

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	0.07%	0.10%	0.35%	0.17%	0.02%	-1.68%	1.10%	1.13%	0.01%	5.78%	6.47%	5.66%
Corp	0.15%	0.23%	0.55%	0.29%	0.19%	-0.91%	1.21%	1.28%	0.03%	6.76%	7.94%	7.59%
HY	0.12%	0.16%	0.08%	0.41%	0.42%	-2.09%	1.02%	1.16%	-1.50%	7.64%	8.34%	12.08%

Index Returns				
	Week	MTD	QTD	YTD
Equities (Stocks)				
S&P 500	1.41%	1.28%	3.91%	19.32%
S&P MidCap 400	0.70%	2.08%	3.69%	9.66%
Russell 2000	0.21%	1.47%	4.30%	15.13%
MSCI EAFE	1.20%	3.05%	4.91%	31.28%
MSCI Emerging Markets	2.14%	2.45%	4.18%	32.87%
MSCI EAFE Small Cap	1.58%	2.33%	2.73%	31.90%
Fixed Income (Bonds)				
Bloomberg Int Gov/Credit	0.14%	0.07%	1.18%	6.95%
Bloomberg US Agg	0.21%	-0.14%	1.11%	7.31%
Bloomberg US High Yield	0.16%	0.36%	1.10%	8.40%
Other				
Bloomberg Commodity	3.45%	2.16%	8.48%	18.65%
S&P Dev Property	1.22%	-0.72%	0.00%	11.83%

Commodities and Currency				
	12/26/25	11/30/25	9/30/25	12/31/24
Oil (\$/barrel)	58.53	58.65	62.37	71.72
Gold (\$/oz.)	4533.21	4239.43	3858.96	2624.5

S&P 500 Sector Returns				
	Week	MTD	QTD	YTD
Consumer Disc	0.64%	2.90%	2.82%	8.27%
Consumer Staples	0.05%	-0.97%	0.64%	4.55%
Energy	1.11%	-0.97%	0.35%	7.41%
Financials	1.73%	4.66%	3.58%	16.79%
Health Care	1.10%	-0.58%	12.56%	15.50%
Industrials	1.19%	2.64%	2.24%	21.04%
Info Technology	1.79%	1.32%	3.01%	26.00%
Materials	2.38%	4.09%	2.96%	12.55%
Real Estate	1.52%	-1.76%	-2.44%	3.59%
Communication Svcs	1.58%	-0.74%	7.53%	33.88%
Utilities	1.15%	-4.89%	-1.17%	16.31%

Bond Yields				
	12/26/25	11/30/25	9/30/25	12/31/24
SOFR 3Mo Swap	3.67%	3.78%	3.97%	4.30%
2Yr Treasury	3.46%	3.47%	3.60%	4.25%
10Yr Treasury	4.14%	4.02%	4.16%	4.58%
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.