

Weekly Recap

US

U.S. stocks rose to record highs on Friday, capping a remarkable recovery from April's slide, buoyed by optimism over trade deals and rising expectations for interest rate cuts.

Israel ended its state of emergency on Tuesday as a ceasefire with Iran took effect. U.S. President Donald Trump declared on Wednesday that the war was "over" and announced U.S.-Iran talks for next week. Over the weekend, Washington helped end the conflict after US forces attacked three Iranian nuclear sites, causing severe damage.

On Thursday Trump announced that the U.S. and China signed a trade agreement earlier in the week. The White House said the two countries agreed on a framework to implement the agreement reached in Geneva in May. China's Ministry of Commerce issued a statement Friday noting that it is reviewing and approving export licenses for rare earths, referencing the Geneva agreement, and further confirmed details of the framework agreed to in June in London.

Speaking on Capitol Hill on Tuesday, Fed Chairman Jerome Powell avoided setting a specific date for a rate cut, but noted that a majority of the Federal Open Market Committee (FOMC) envisions rate cuts later this year, and that an early cut could be brought forward if the decline in inflation continues or the labor market weakens. Prior to Powell's testimony, Trump launched another broad criticism of the Fed, pressuring the central bank to lower rates.

On the economic data front, in June, the U.S. composite PMI declined slightly to 52.8, signaling a slight slowdown but maintaining 29 straight months of expansion. The manufacturing PMI held at 52, beating forecasts and marking a 15-month high. The services PMI fell to 53.1, still above expectations.

On the other hand, first quarter GDP contracted by an annualized 0.5%, affected by lower consumer spending and exports, the first quarterly decline in three years.

The goods trade deficit widened to \$96.6 billion in May 2025, up \$9.6 billion, or 11.0%, from April's \$87 billion, and above forecasts for a deficit of \$88.5 billion.

Sales of new single-family homes fell 13.7% in May 2025 from the previous month to a seasonally adjusted annual rate of 623,000 units, erasing the downwardly revised 9.6% increase recorded in April. The 20-city S&P CoreLogic Case-Shiller 20-city S&P CoreLogic home price index rose 3.4% y/y in April 2025, slowing from the prior month's 4.1% increase and below market expectations of 4% growth.

EUROPE

In June 2025, the Eurozone composite PMI index remained at 50.2, below expectations, marking the sixth consecutive month in the expansion zone albeit with weak growth. The services PMI rose to 50, in line with expectations, while the manufacturing PMI remained at 49.4, reflecting stability in the sector's contraction. Meanwhile, the economic sentiment indicator (ESI) fell to 94, down from 94.8 in May, due to weaker confidence in industry.

UNITED KINGDOM

In June 2025, the UK composite PMI rose to 50.7 from 50.3, slightly beating expectations and marking the second straight month of private sector expansion. The manufacturing PMI improved to 47.7, signaling the mildest contraction in five months, while the services PMI rose to 51.3, in line with expectations.

ASIA

In May 2025, retail sales in Japan grew by 2.2% y-o-y, marking the 38th straight month of increase, albeit at the slowest pace since February and below forecasts. The unemployment rate held steady at 2.5% for the third consecutive month.

In China, the People's Bank injected 300 billion yuan through medium-term loans to ensure sufficient liquidity in the financial system.

Currency	Index	Level	Week	YTD	YTD (usd)	1 Year
Equity Market						
AMERICAS			3,84	4,96	4,96	13,51
USD	DOW JONES INDUS. AVG	43.819,27	3,83	3,89	3,89	12,85
USD	S&P 500 INDEX	6.173,07	3,45	5,64	5,64	13,59
USD	NASDAQ COMPOSITE	20.273,46	4,25	5,35	5,35	14,09
BRL	BRAZIL IBOVESPA INDEX	136.946,54	-0,12	13,85	28,65	11,80
ARS	S&P Merval TR ARS	2.043.335,00	-1,01	-19,35	-29,96	29,50
CLP	S&P/CLX IPSA (CLP) TR	8.178,42	1,25	21,88	28,90	25,56
MXN	S&P/BMV IPC	57.407,32	2,04	18,47	31,16	14,39
EUROPE			1,59	13,92	27,96	15,28
EUR	Euro Stoxx 50 Pr	5.325,64	1,76	11,54	26,34	10,08
GBP	FTSE 100 INDEX	8.798,91	0,34	9,93	20,36	10,15
EUR	DAX INDEX	24.033,22	2,92	20,71	36,14	30,26
EUR	CAC 40 INDEX	7.691,55	1,35	7,17	21,38	2,52
EUR	FTSE MIB INDEX	39.742,21	1,58	20,23	35,59	23,40
ASIA			3,17	31,65	11,94	21,56
JPY	NIKKEI 225	40.150,79	4,81	23,39	10,52	4,06
CNY	CSI 300 INDEX	3.921,76	2,04	19,31	2,71	17,25
HKD	HANG SENG INDEX	24.284,15	2,64	52,26	22,59	43,37
GLOBAL						
USD	ISHARES MSCI ACWI ETF	128,04	3,48	9,80	9,80	15,22
USD	MSCI WORLD	3.984,50	2,67	8,58	8,58	15,29
USD	MSCI EM	1.226,95	3,22	15,84	15,84	16,35
USD	MSCI AC ASIA PACIFIC	203,01	2,89	13,31	13,31	15,61
USD	MSCI EM LATIN AMERICA	2.310,86	2,09	28,58	28,58	12,67
Fixed Income						
GLOBAL		1.191,00	1,02	6,11	6,11	10,12
USD	Global Aggregate	496,64	1,14	7,16	7,16	8,71
USD	EM USD Aggregate	1.306,58	0,87	4,68	4,68	8,93
USD	Global High Yield	1.769,78	1,05	6,49	6,49	12,72
Commodities						
USD	BBG Commodity	102,89	-3,61	4,18	4,18	1,43
USD	Oro	3.275,25	-2,77	24,79	24,79	40,71
USD	WTI	65,14	-13,07	-6,26	-6,26	-20,31
USD	Soja	376,47	-3,77	-0,68	-0,68	-10,80

Source: Bloomberg. Information as of 27th of June 2025 at market close

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