CIBC ASSET MANAGEMENT

Global Markets Compass

Quarterly market and economic breakdown to help guide you in the right direction

Summer 2025 | As of June 30, 2025

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Portfolio Solutions Research Forum

The views of our Portfolio Solutions Research Forum help guide CIBC Asset Management and our partners by providing strategic asset allocation recommendations, as well as strategic and tactical investment oversight for CIBC managed solutions.

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Market review

Canadian economic overview

- Canadian GDP declined from the previous month in April and was predicted to contract in May as the impact of tariffs reduced manufacturing activity, particularly among automotive related industries.
- While exports and imports rose at the end of 2024, both have declined to start the year, with a higher Canadian dollar leading to a sharp drop in exports in April.
- The Canadian dollar rose close to two cents vs the US dollar in April, the largest monthly increase in four years. This contributed to the largest monthly trade deficit on record, which was over $7 billion in April, with all export sectors declining.
- Imports also fell across the board, except for gold imports as gold bullion rose to all-time highs above $3400 USD/oz before ending the quarter at $3300 USD/ounce, a gain of nearly 6% USD.
- Unemployment in Canada rose to 7% in May, the highest level since 2021 and the third consecutive monthly increase as tariffs impacted manufacturing. Unemployment was highest among younger Canadians.
- Canadian inflation dropped from 2.6% in February to 1.7% in the spring as oil prices declined ahead of an uptick from renewed Middle East conflict. Housing and travel prices also slowed given consumer concerns over the impacts of tariffs and employment uncertainty.
- The Bank of Canada left rates unchanged at its two quarterly meetings during the second quarter of this year, citing continued uncertainty around trade policies.

Fixed income markets

- After widening at the start of the quarter, global credit spreads tightened slightly as investors favoured risk assets such as high-yield bonds. The Bloomberg Global Aggregate Bond Index fell 0.9% CAD in the quarter, while US Treasuries traded in a relatively tight range, ending the quarter with small positive gains, despite the yield curve steepening.
- European government bonds outperformed as lower inflation led the European Central Bank to cut interest rates in April and June, but suggested it was approaching the end of its easing cycle. Italian bonds outperformed other European countries in the quarter.
- The FTSE Canada Universe Bond Index fell -0.6% CAD, impacted by declines in real return, government, and long-term bonds. This was partly offset by strength among high-yield issues.

Equities

Canadian equity market

- After a brief decline to start the quarter, the S&P/TSX Composite Index rose over 8.5% in Q2, eclipsing all-time highs.
- All equity sectors rose, with the energy sector posting the weakest gains as crude oil prices fell close to 9% USD. More cyclical sectors such as consumer discretionary, financials and information technology posted double-digit gains, with the financials sector having the largest impact.

US equity market

- Following a brief correction last quarter in the S&P 500 and Nasdaq indices and a volatility spike in early April, US equity markets roared back in May and June—bucking the historically weaker spring market trend.
- In a reversal of the prior quarter, Magnificent 7 stocks led the US and therefore global markets higher alongside a growth-led rally in May and June.
- The information technology (up 17.3% CAD) and communications services (up 12.3% CAD) sectors had the largest impact, while defensive sectors such as energy and health care and more yield-tilted sectors provided negative offset.

International

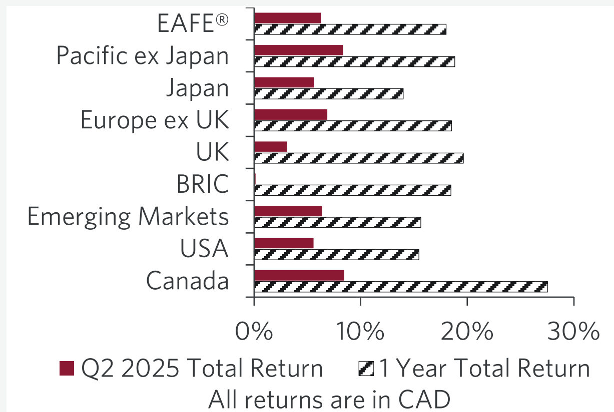
- European equities underperformed the US and other global indices comprised of more growth-oriented companies. While crude oil prices rose in mid-June on concerns over US military actions in Iran, they ended the quarter in negative territory which helped ease inflation concerns. Other commodities rose in the second quarter but vastly underperformed other sectors and industries.
- Following several years of underperformance, the MSCI Emerging Markets Index outperformed in the quarter and first half of the year, led by smaller-cap and growth stocks while stocks in Asia benefited from the weaker US dollar.
- The MSCI EAFE Index rose over 5% in local currency terms (6.3% CAD), helped by double-digit gains in the higher growth technology and communications services sectors, while also benefiting from strength in more defensive sections such as utilities. Negative returns were observed in the energy and health care sectors which impacted stocks in the UK.

Summary in charts

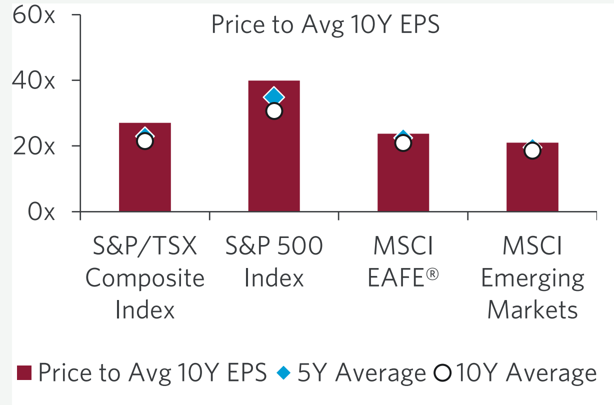
A traditional 60/40 equity and fixed income balanced portfolio continues to benefit from diversification. It outperformed bonds over the quarter and US equities over the 6-month period.

3 Months	6 Months	1 Year
Canadian Equities 8.53%	International Equities 13.78%	Canadian Equities 26.37%
Canadian Dividend 7.57%	Canadian Dividend 10.36%	Canadian Dividend 24.27%
Emerging Market Equities 6.37%	Canadian Equities 10.17%	International Equities 18.00%
International Equities 6.25%	Emerging Market Equities 9.65%	Global Equities 16.44%
Global Equities 5.83%	Global Equities 4.13%	Emerging Market Equities 15.64%
US Equities 5.18%	Balanced Portfolio 3.83%	US Equities 14.84%
Balanced Portfolio 2.73%	Canadian High Yield 3.17%	Balanced Portfolio 12.07%
Canadian High Yield 1.91%	Canadian Corporate Bonds 2.28%	Canadian High Yield 10.03%
Cash 0.64%	Global Bonds 1.77%	Global Bonds 8.18%
Canadian Corporate Bonds 0.45%	Cash 1.48%	Canadian Corporate Bonds 8.15%
Global Bonds -0.85%	Canadian Gov Bonds 1.17%	Canadian Gov Bonds 5.47%
Canadian Gov Bonds -0.90%	US Equities 0.76%	Cash 3.82%

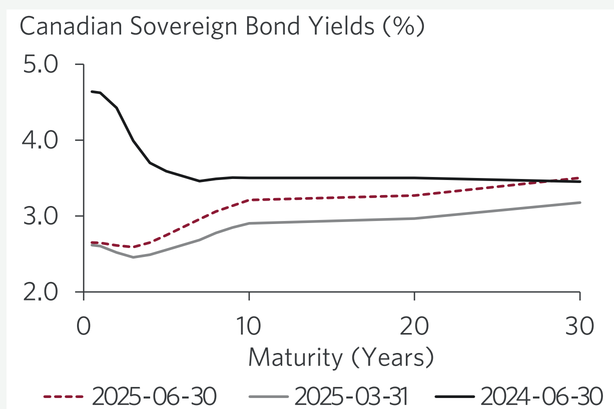
Equity markets remain robust despite continued trade tariff uncertainty.



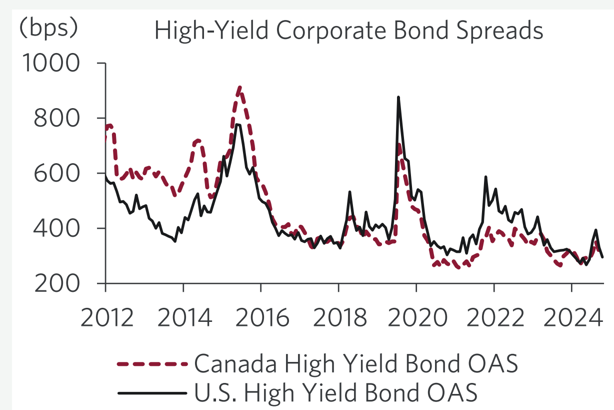
US equities trade at higher relative valuations but are expected to deliver stronger earnings growth than the rest of the world.



The Canadian bond yield curve steepened over the quarter, a continuation of the trend over previous quarters as the term premium (10y-2y Yield) restores.



After rising in April, high-yield bond spreads fell, reapproaching tight levels seen earlier this year.



Canadian Dollar Total Returns. Performance of CIBC Smart Balanced is used to illustrate the performance of a balanced, multi-asset portfolio. Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc., Zephyr Associates Inc., Rimes Technologies Inc., Bloomberg.

Benchmark Proxies: MSCI EAFE® (EAFE®), MSCI Pacific ex Japan (Pacific ex Japan), MSCI Japan (Japan), MSCI Europe ex UK (Europe ex UK), MSCI UK (UK), MSCI BRIC (BRIC), MSCI Emerging Markets (Emerging Markets). "EAFE®" is a registered trademark of MSCI Inc., used under license. Source: MSCI Indices, TSX © Copyright 2025 TSX Inc. All rights reserved., Bloomberg, Rimes Technologies Inc. Data as of June 30, 2025.

Summer 2025 Global Market Compass commentary

Risk-on over the long term, however cautious in the near term

Our strategic outlook remains broadly constructive, supported by our quantitative models, macroeconomic fundamentals, and long-term thematic conviction. Our investment process continues to support a risk-on stance, favouring equities over bonds over the medium to long term. However, with short-term volatility and tariff-related disruptions expected to weigh on markets through H2 2025, we maintain a measured near-term view.

Global economic slowdown probable, but recession likely to be avoided

CIBC Asset Management's 12-month economic forecast continues to emphasize a US-led global slowdown, which remains the base case scenario with a 50% probability. This outlook is offset in part by stronger policy support in Canada and Europe—both fiscal and monetary—and continued resilience in labour markets and real yields. While the slowdown is modest, the US is expected to bear the brunt of higher trade tariffs. Notably, US policy support is viewed as insufficient to fully counteract these headwinds, whereas stimulus measures in the rest of the world (RoW) are expected to play a more meaningful role in sustaining growth.

Scenario probabilities have remained stable since Spring 2025, with a 35% chance of mild recession and only a 15% likelihood of stronger-than-expected growth. Key downside risks include prolonged trade negotiations or the absence of a favorable trade deal for Canada, while upside surprises could emerge from a stronger-than-expected stimulus impact or a confidence rebound following trade breakthroughs.

As demonstrated by resilient equity performance, market pricing appears complacent toward downside risks—equities seem priced for perfection, leaving little room for error. Current valuations imply a benign outcome despite persistent macro and policy risks. If downside scenarios materialize, particularly around trade disruptions or policy missteps, equity corrections could be significant, potentially in the range of 20–30%, with US markets most vulnerable given their elevated starting point.

US equities: still exceptional, but moderating as international markets are poised to catch up

We continue to observe growing signs of moderation in US exceptionalism, particularly outside of mega-cap tech. While innovation-led returns (e.g., AI) remain a powerful structural driver, the breadth of US equity leadership is narrowing. Valuations remain stretched, and the earnings premium relative to the rest of the world is compressing. Recent underperformance of US equities versus other global markets—particularly Canada, Europe, and Emerging Markets (EM)—reflects a shift in sentiment as policy volatility, fiscal constraints, and tariff-driven inflation raise questions about the durability of US outperformance.

Despite its advantages—including a culture of risk-taking, deep capital markets, and high profitability across sectors—the US may be approaching the limits of its market dominance. With the S&P 500 already accounting for over 70% of the MSCI World Index, even sustained outperformance would only marginally increase its global market share. Meanwhile, structural headwinds such as rising input costs, slower share buybacks, and persistent concentration in the Magnificent 7 (which now account for around 30% of the index) pose risks to equity leadership. Medium-term USD depreciation further complicates the picture for foreign investors.

In contrast, Canada and Europe offer improving macro support, aided by fiscal stimulus and relative insulation from US trade policy. China's ascent in technology and manufacturing—particularly in EVs, solar, and AI infrastructure—signals the emergence of a more multipolar investment environment. While risks to investing in China remain high, the country is clearly reshaping global competitive dynamics.

This evolving backdrop also challenges implementation decisions. When market leadership narrows, active managers face headwinds in benchmark-relative performance. However, if we see an unwinding of relative exceptionalism, we may see active managers outperform. We retain a diversified fulfillment approach and are actively and continuously evaluating the market environment to better manage cyclicality in alpha, style trends, and concentration risk.

The gravitational pull of mean-reversion

Across asset classes and fulfillment styles, we remain anchored in the principles of diversification and mean reversion. While short-term catalysts for reversal are often unpredictable, long-term history provides compelling evidence for both regional and manager-level rotation.

Mean reversion in relative regional performance remains a foundational investment concept. As of Q2 2025, the US represents around 72% of the MSCI World Index by market capitalization—approaching the highs last seen at the peak of the dot-com era. For perspective, Japan overtook the US in 1987 and peaked at 49% of global equity markets in 1989 before a long reversion lower. Today, the US continues to outpace its share of global GDP, benefiting from years of low rates and margin expansion. While innovation may sustain US leadership for now, these historical cycles remind us that market dominance is rarely permanent.

Cyclicality in alpha generation is also pronounced. Our analysis of the eVestment Global Large Cap Equity universe shows that a large share of top-performing managers in one year tend to underperform the next. In fact, 53% of managers in the top quartile in 2015 fell to the bottom quartile in 2016, underscoring how difficult it is to consistently time manager outperformance. This reinforces our conviction in diversifying across multiple alpha sources and avoiding recency bias in fulfillment decisions.

Given these dynamics, we maintain a globally diversified approach across geographies, fulfillment styles, and signals—avoiding over-concentration in any single region or theme. This discipline is particularly critical at a time when market leadership is narrow, valuations are stretched, and forward-looking return dispersion is elevated across both managers and regions, reflecting divergent macro conditions, initial valuation levels, and fulfillment styles.

Remaining fully invested, while purposefully managing near-term uncertainty

Our long-term orientation remains risk-on, with equities continuing to be the cornerstone for wealth generation, underpinned by strong model signals, enduring macroeconomic trends, and the historical resilience of diversified portfolios. Yet in the near term, we remain mindful of persistent policy uncertainty, full valuations, and the asymmetric risks tied to concentrated market leadership.

History reminds us that leadership—whether across regions, sectors, or strategies—is rarely permanent. As such, tactical patience, selective positioning, and disciplined diversification will remain central to portfolio construction through the second half of 2025. We believe this approach best equips portfolios to navigate volatility while maintaining long-term opportunity capture.

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Our asset allocation views

Strategic

There are no changes to our long-term views, or base probability estimates, of relative asset class performance

Our strategic views:

- Equities will remain the cornerstone of wealth generation and will continue to reward investors for additional volatility over risk-free assets.
- Similar to equities, over the long term, corporate bonds will reward investors for additional risk, such as default risk.
- Higher growth in Emerging Markets relative to Developed Markets (DMs) will drive a higher relative return.
- Market-impacting events can unfold unpredictably; our priority is to continue to identify diversifying assets that will create value for our clients.

Tactical

Tactical preference for equities over bonds

Relative to generic strategic asset allocation, our research view is supportive of:

- Overweight equity, with a more favourable outlook for Canada, Europe and Emerging Markets
- Underweight fixed income, with a preference for EM and US government bonds over short-term Canadian bonds
- Neutral cash

Our tactical views:

- The global macro backdrop remains broadly supportive of equities. We expect tariff headwinds to remain contained and largely offset by synchronized fiscal and monetary stimulus. Meanwhile, anticipated trade deals should reduce policy uncertainty and improve risk sentiment. Also, the Fed is likely to resume rate cuts, which supports both equity valuations and global activity.
- Within equities, our outlook for US equities remains constructive, however, we have a more favourable outlook outside the US. Canadian equities are well-positioned for relative outperformance as domestic growth accelerates amid a US slowdown. In Europe, improving medium-term prospects—driven by supportive fiscal and monetary policies—should lift equity markets. EM equities are supported by a weaker US dollar, continued strength in the global tech cycle, the lagged effects of earlier EM rate cuts, and lower oil prices.
- We support an underweight in fixed income relative to equities, reflecting stronger near-term equity prospects. Within fixed income, we favour EM and US government bonds as they offer relatively elevated yields which could decline and drive outperformance looking ahead.

Read our detailed outlook for the global economy in the Summer 2025 issue of *Perspectives*.

Source: CIBC Asset Management Inc.
The tactical views expressed are research-driven views and may not be reflective of all our managed solutions.

Economic review

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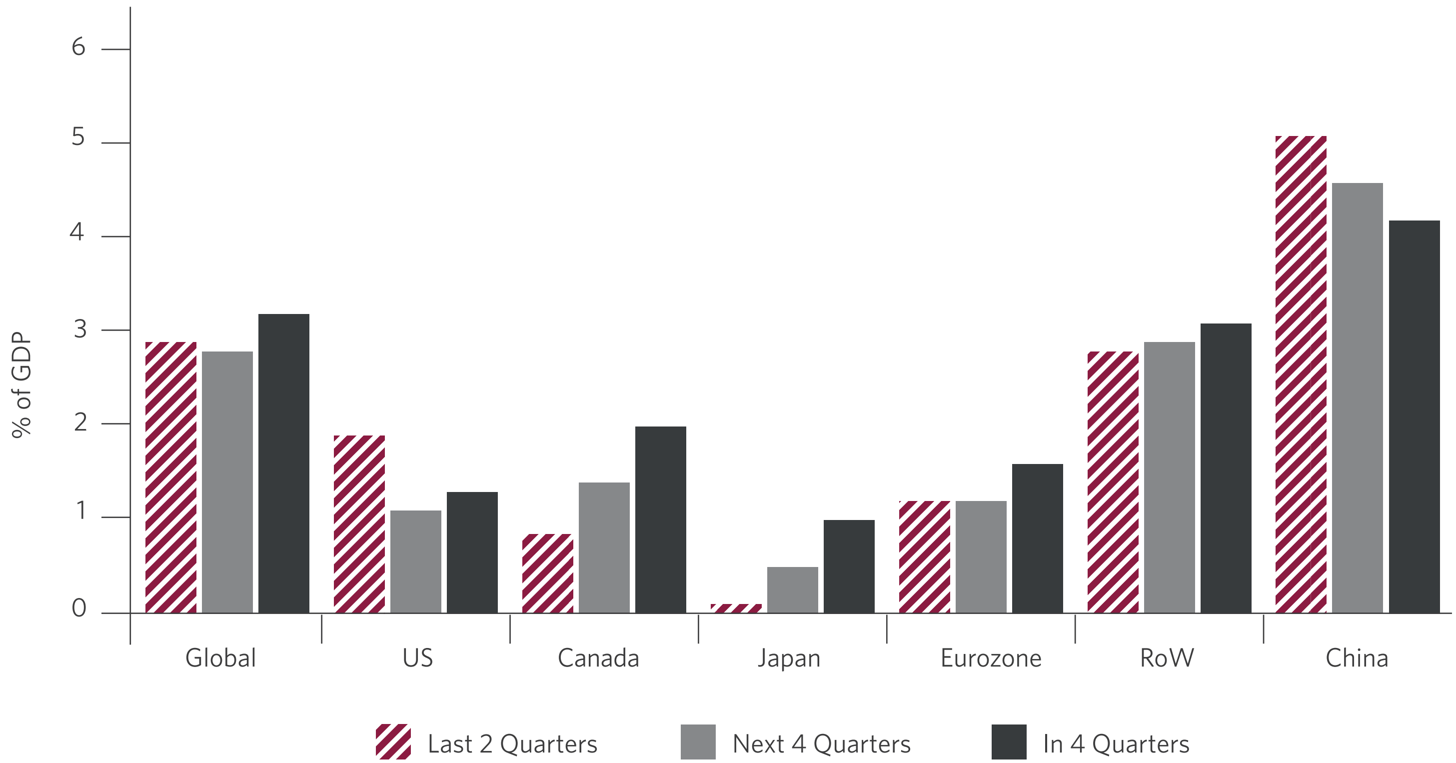
Global macro outlook

While the US is expected to face the most significant tariff-related headwinds, with a projected 1% GDP drag over the next 12 months—likely prompting the Fed to cut rates by 100 basis points—growth outside the US is expected to accelerate in most cases, albeit from a low base. Canada, Europe, and emerging markets are demonstrating economic resilience, bolstered by reduced trade uncertainty from anticipated trade deals, limited exposure to US tariffs, synchronized policy stimulus, and the supportive effects of lower oil prices.

Narrower GDP growth differentials between US & other DMs

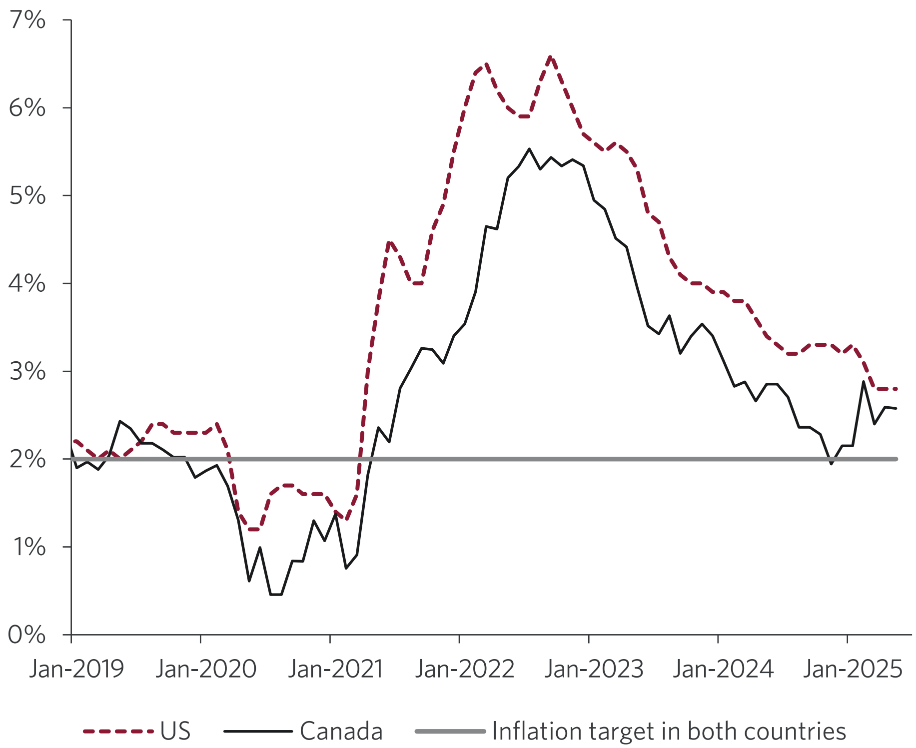


Sources: Bloomberg, Macrobond, CIBC Asset Management Inc. Data as at July 7, 2025.

Inflation in Canada has been coming down

Canadian inflation dropped from 2.6% in February to 1.7% in the spring as oil prices declined ahead of an uptick from renewed Middle East conflict. Housing and travel prices also slowed given consumer concerns over the impacts of tariffs and employment uncertainty.

CPI excluding food & energy



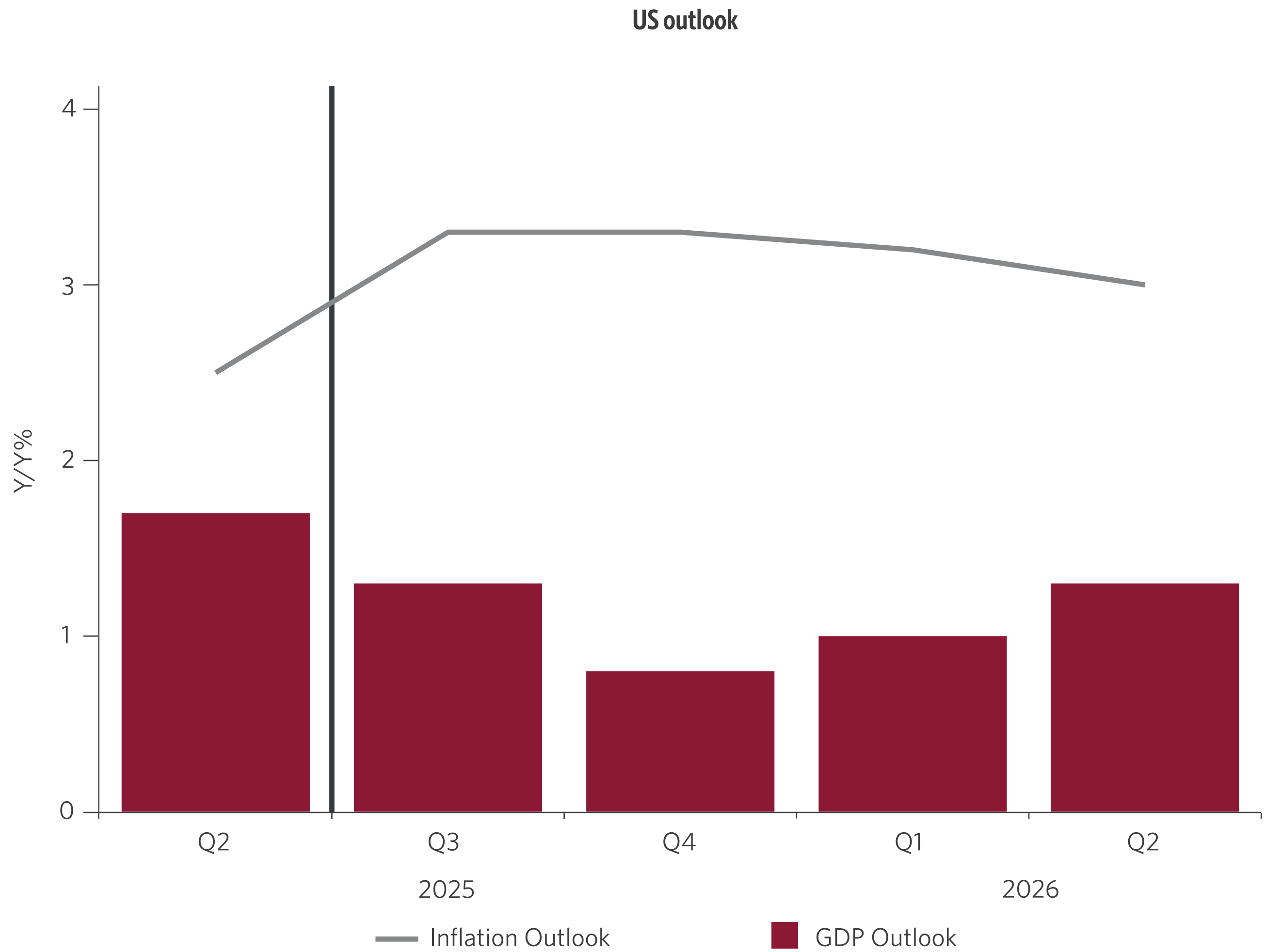
Canadian consumer price inflation

Categories	12-month inflation	Change from previous quarter
CPI	2.3%	0.4%
Core CPI	2.2%	0.1%
Food	3.2%	3.8%
Energy	-0.3%	-5.7%
Shelter	3.9%	-0.5%
Transportation	1.2%	-2.2%
Health and personal care	2.5%	0.2%
Recreation, education and reading	0.9%	-1.0%
Clothing and footwear	0.2%	1.5%
Alcoholic beverages and tobacco products	2.4%	3.4%
Household operations, furnishings and equipment	0.8%	1.1%

Sources: Statistics Canada, Bank of Canada. The information is provided by CIBC Asset Management Inc. using data from the following third-party providers: LSEG Datastream. Data as at June 30, 2025.

US outlook

In the US, the tariff shock is expected to reduce GDP growth by about 1% over the next 12 months. While the drag will be front-loaded, it remains manageable. The 2018 tariffs on China caused a brief inflation spike, followed by slower growth and disinflation—a pattern we expect to repeat. Headline inflation may stay above 3% over the next year due to base effects, but quarterly annualized inflation should fall below 2.5% by Q4 and stabilize between 2.2% and 2.5% thereafter.

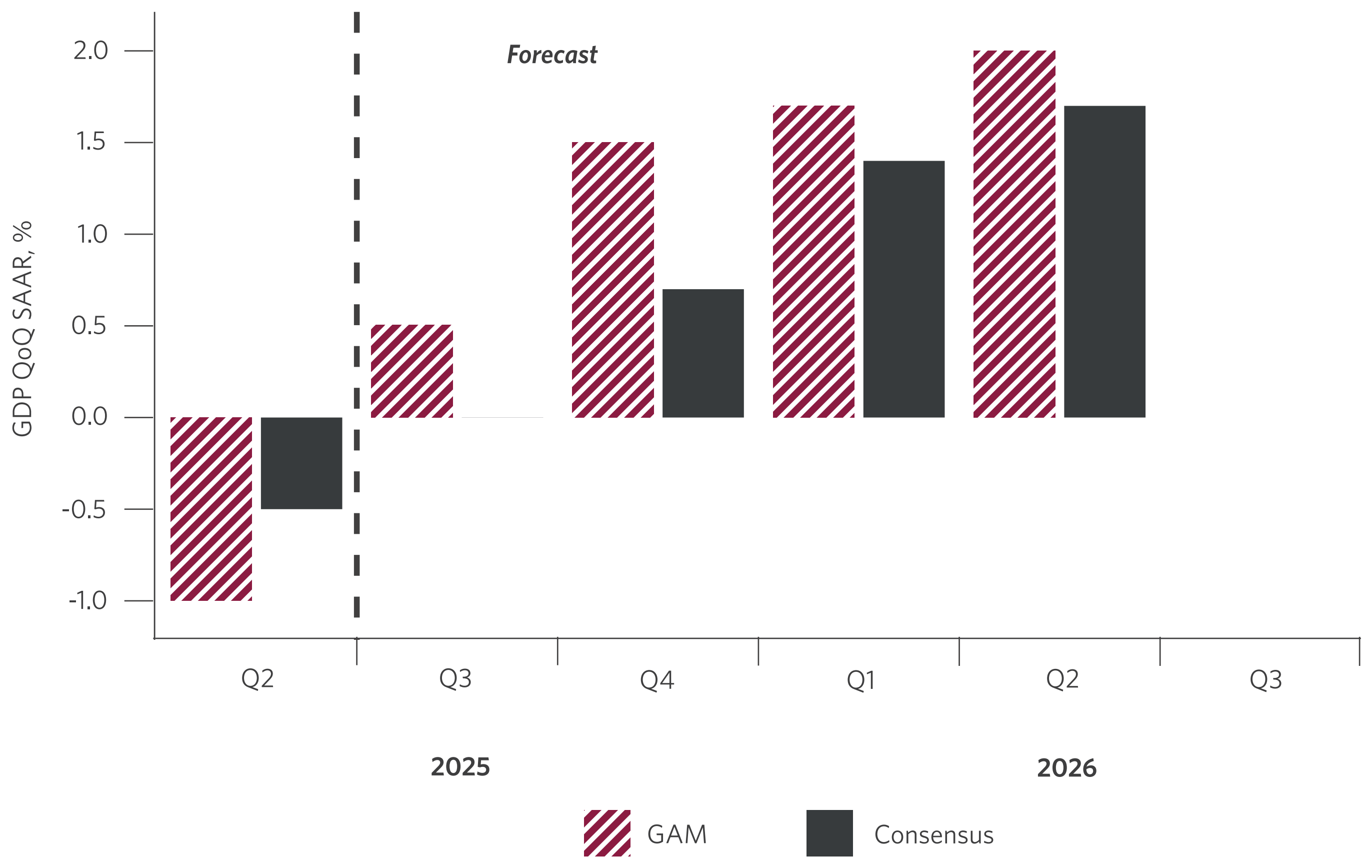


Sources: Bloomberg, Macrobond, CIBC Asset Management Inc. Data as at July 7, 2025. For illustrative purposes only.

Canada outlook

GDP is expected to recover modestly and outperform consensus, driven by reduced uncertainty following a US trade deal, positive real wage growth, limited US tariffs, past and expected rate cuts, and fiscal stimulus.

Growth recovery for Canada



Sources: Bloomberg, Macrobond, CIBC Asset Management Inc. Data as at July 7, 2025. For illustrative purposes only.

Eurozone outlook

Policy support remains strong: Germany is launching a multi-year defense and infrastructure program, and the European Central Bank (ECB) has already delivered significant rate cuts. Also, tariff exposure is limited, as US exports make up a small share of GDP.

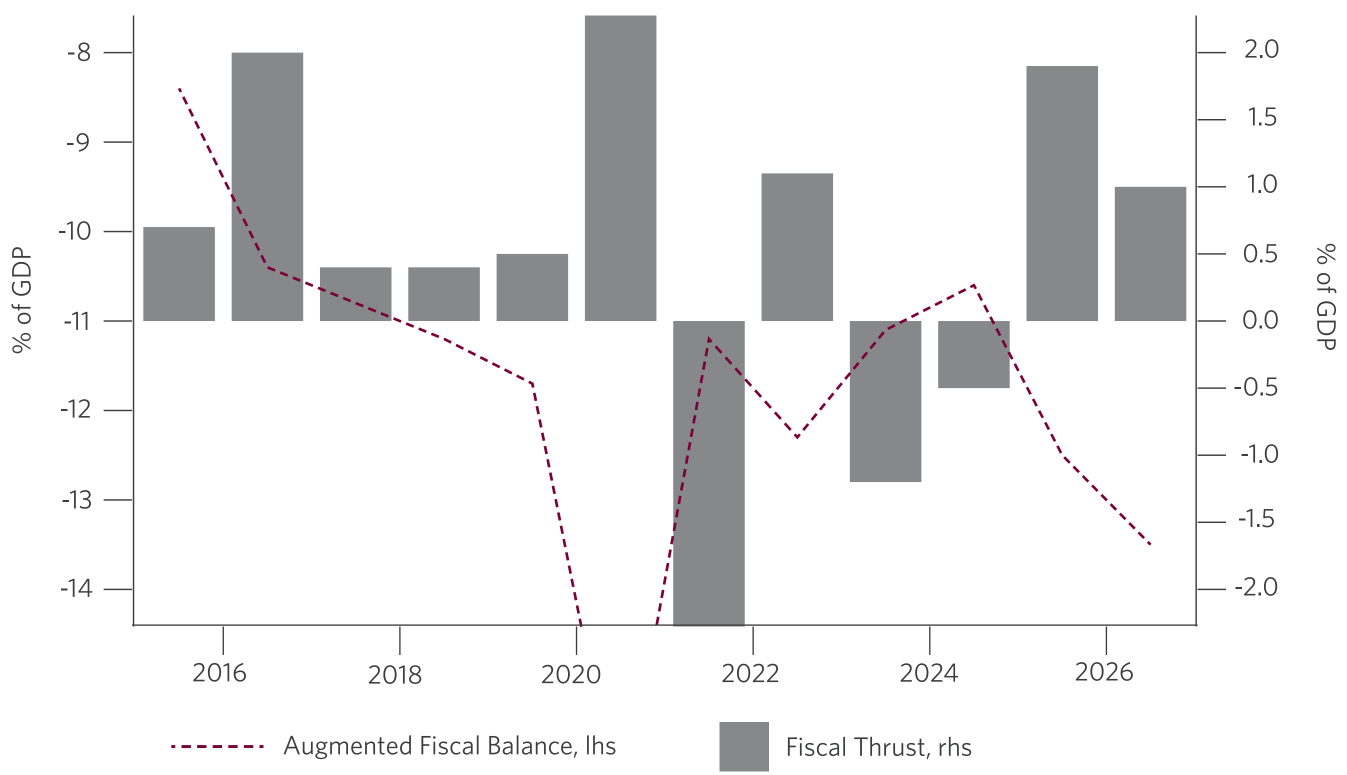
Important policy tailwinds for the eurozone

Sources: Bloomberg, Macrobond, CIBC Asset Management Inc. Data as at July 7, 2025. For illustrative purposes only.

China outlook

Solid fiscal support for technology investment, local governments, and housing is expected to broadly mitigate the impact of tariffs. US tariffs are expected to reduce China's GDP growth by about 0.6% over the next four quarters. The impact is relatively modest despite a 30% effective tariff assumption, reflecting China's reduced reliance on US demand due to deeper penetration in non-US markets in recent years and more adaptable global supply chains—built through years of preparation for a more protectionist world.

Strong fiscal support for China



Sources: Bloomberg, Macrobond, CIBC Asset Management Inc. Data as at July 7, 2025. For illustrative purposes only.

Fixed income, currency and commodities markets

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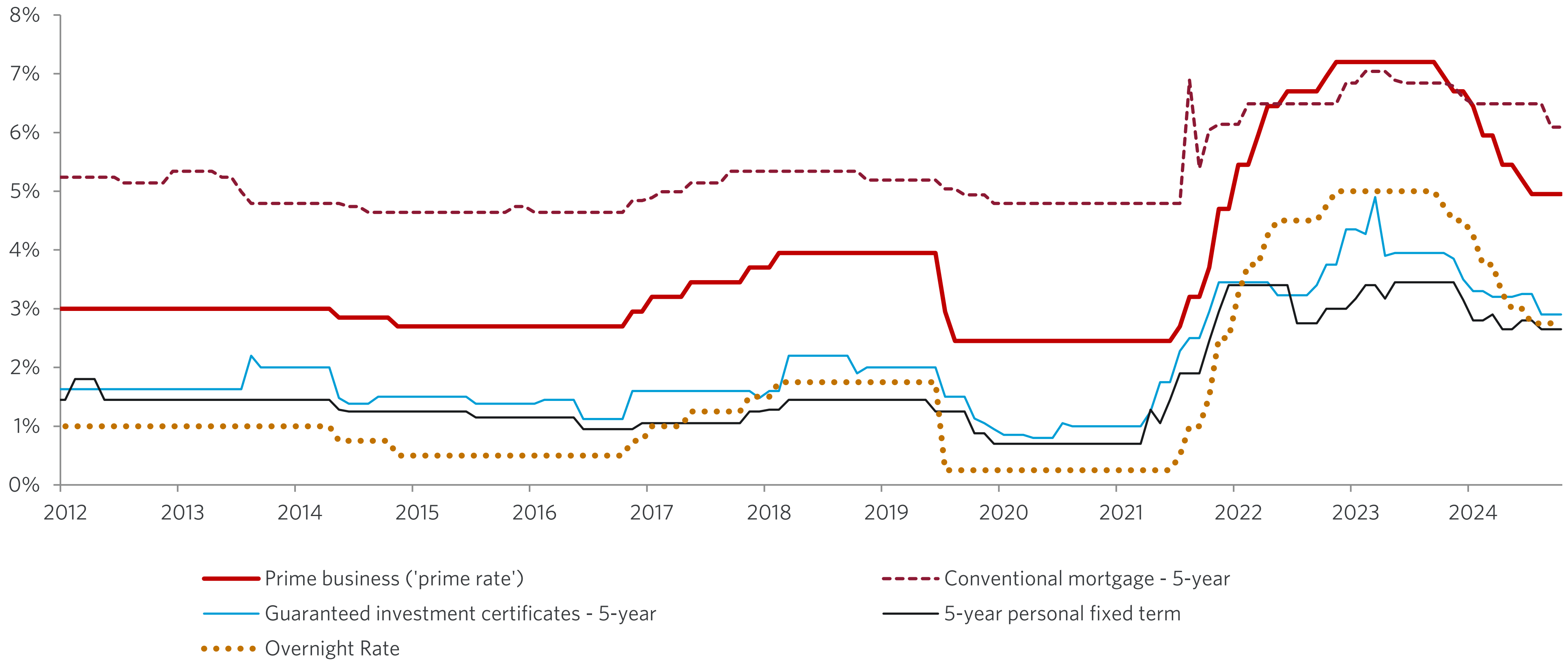
Canadian key interest rates

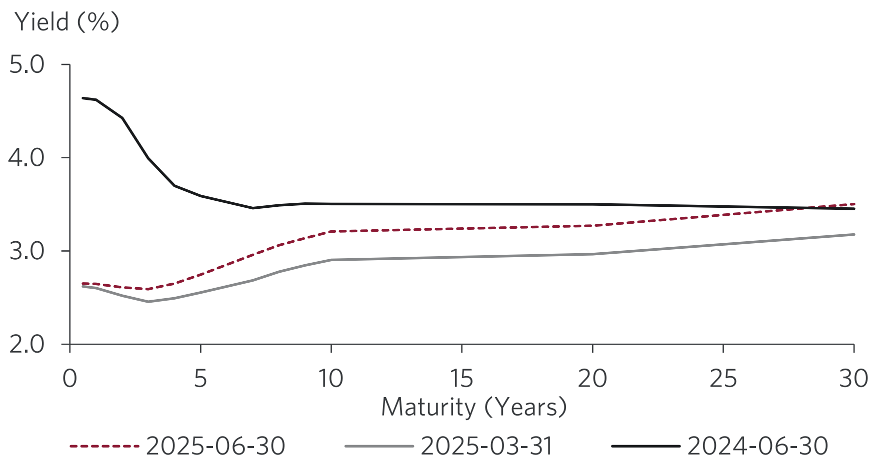
The Bank of Canada left rates unchanged at its two meetings in Q2 2025, citing continued uncertainty around trade policies. We continue to believe the long-term direction of travel for the overnight lending rate is downwards, however the timing of this remains dependent on inflation and unemployment over the coming months.

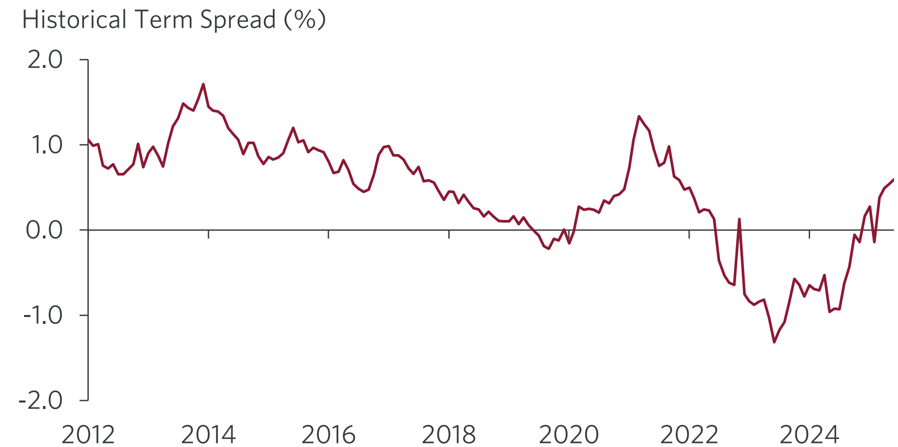


Source: Bank of Canada. Data as of June 30, 2025.

Canadian sovereign bond yields

We expect short-term Canadian bond yields should continue to decline from current levels as the Bank of Canada continues to reduce its policy rate. The yield curve is still inverted over the near term, but we expect an eventual return to a normal/sloped yield curve.





Canadian bond yields (%)

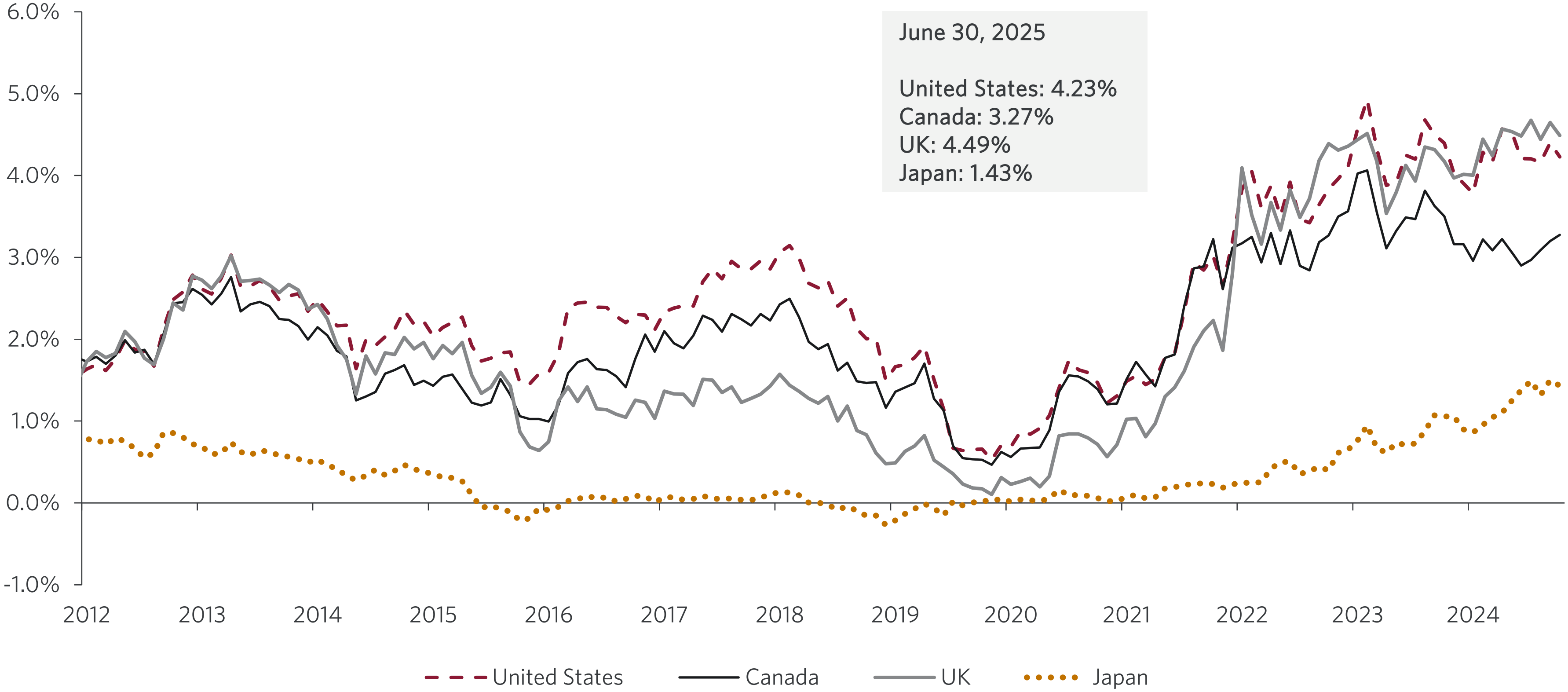
Period	3 mo	6 mo	1 yr	2 yr	3 yr	4 yr	5 yr	7 yr	8 yr	9 yr	10 yr	20 yr	30 yr
2025-06-30	2.67	2.65	2.65	2.61	2.59	2.65	2.75	2.96	3.06	3.14	3.21	3.27	3.50
2025-03-31	2.67	2.62	2.60	2.52	2.46	2.49	2.56	2.69	2.78	2.85	2.90	2.97	3.18
2024-06-30	4.67	4.64	4.62	4.43	3.99	3.70	3.59	3.46	3.49	3.51	3.50	3.50	3.45

Source: Bloomberg. Data as of June 30, 2025.

Global government bond yields

10-year government bond yields across most major economies remain at very attractive levels relative to longer-term history.

Global government bond yields

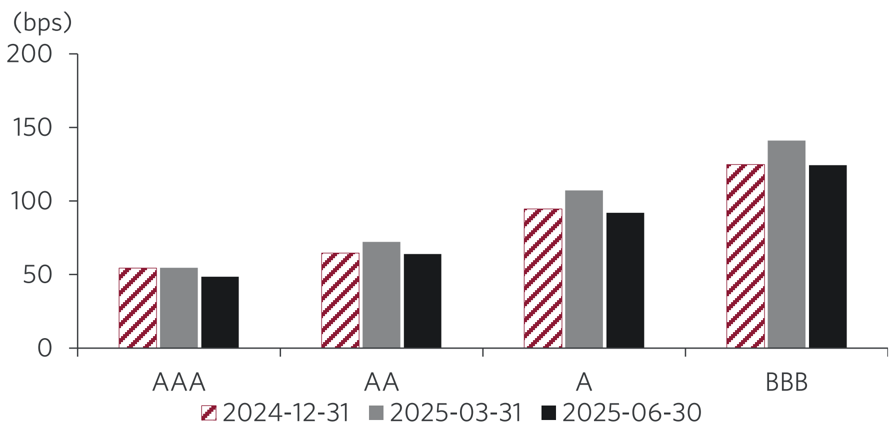


Source: Bloomberg. Data as of June 30, 2025.

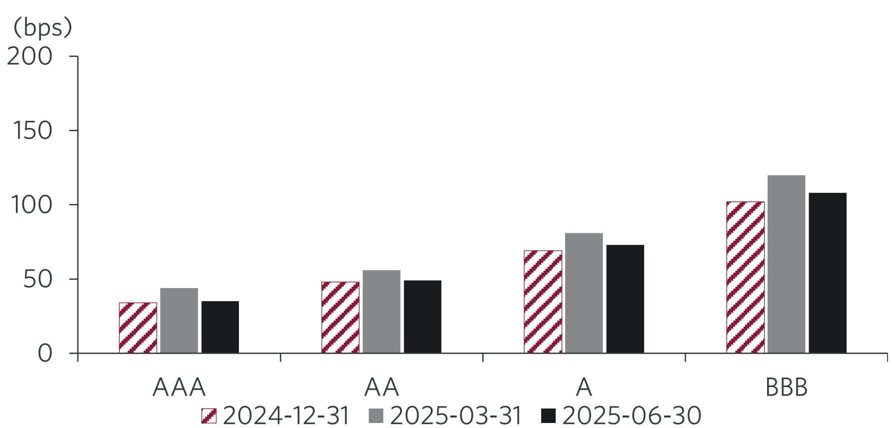
Credit spreads

Credit spreads tightened over the quarter as market participants became less concerned about a potential recession.

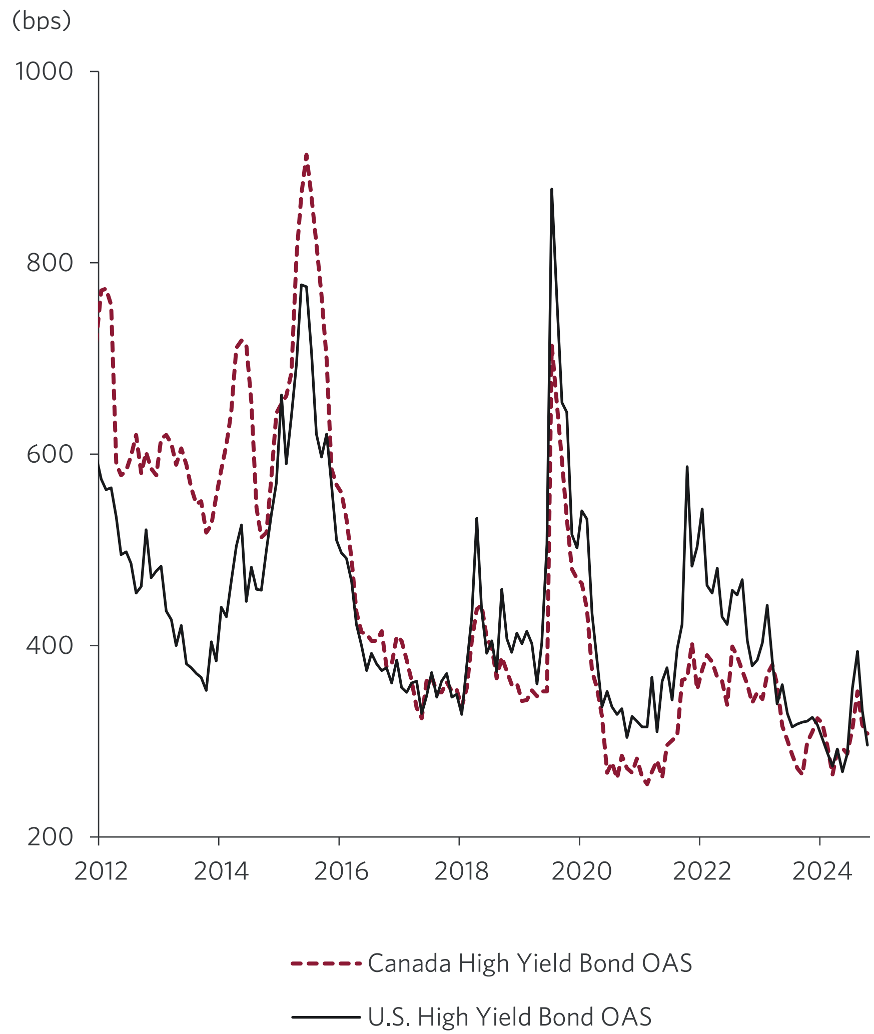
FTSE Canada all corporate bond index corporate bond spreads



The BofA Merrill Lynch US corporate index corporate bond spreads



High-yield corporate bond spreads

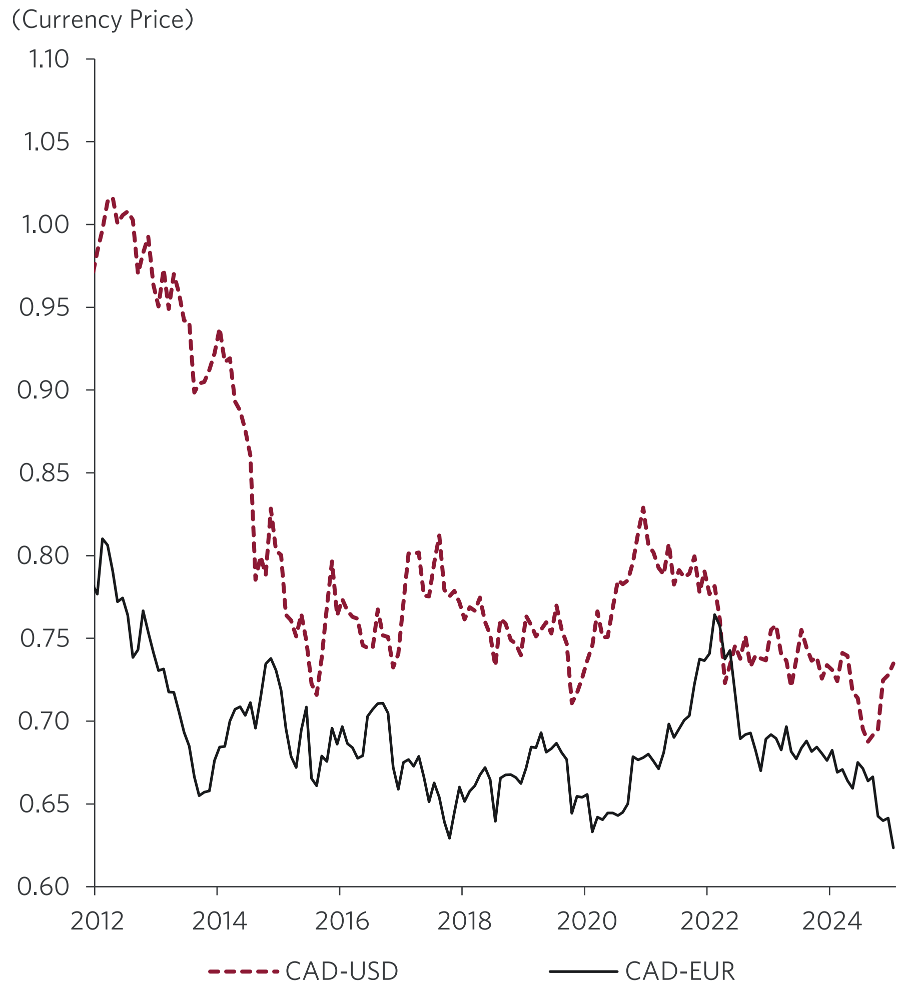


High-yield bond sectors represented by Merrill Lynch Canada High Yield Index and Merrill Lynch U.S. High Yield Master II Index. Investment grade corporate bond sectors represented by FTSE Canada Universe Corporate Index and BofA Merrill Lynch U.S. Corporate Index. Source: Bloomberg, Bank of America Merrill Lynch Bond Indices, PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Data as of June 30, 2025.

Key Canadian dollar (CAD) exchange rates

Currency	Exchange	6-30-25	3-31-25
US Dollar	CAD-USD	0.73	0.70
Euro	CAD-EUR	0.62	0.64
Japanese Yen	CAD-JPY	105.85	104.23
Pound Sterling	CAD-GBP	1.87	1.86
Australian Dollar	CAD-AUD	1.12	1.11
Swiss Franc	CAD-CHF	0.58	0.61
Hong Kong Dollar	CAD-HKD	5.77	5.41
Chinese Yuan	CAD-CNY	5.26	5.05
Swedish Krona	CAD-SEK	6.95	6.98
New Zealand Dollar	CAD-NZD	1.21	1.22
South Korean Won	CAD-KRW	994.60	1024.66
Singapore Dollar	CAD-SGD	0.93	0.93
Norwegian Krone	CAD-NOK	7.41	7.31
Mexican Peso	CAD-MXN	13.78	14.23
Brazilian Real	CAD-BRL	3.99	3.97
Indian Rupee	CAD-INR	62.69	59.56

USD continues to weaken relative to the CAD and many other major currencies. Downwards pressure on the dollar include investors pricing in some global trade rebalancing and concerns over US policymaking.



Source: MSFX Indices, Rimes Technologies Inc. Data as of June 30, 2025.

Canadian bonds: Performance

Over the quarter and on a 1-year basis, high-yield and corporate bonds delivered some of the strongest returns as the market expressed "risk-on" behaviour. The short end of the yield curve outperformed the long end as the yield curve steepened.

3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
High Yield 1.91%	High Yield 3.17%	High Yield 10.03%	High Yield 9.15%	High Yield 6.72%	High Yield 5.56%	High Yield 5.97%
Short Term 0.49%	MBS 2.61%	Corporate 8.15%	Corporate 6.27%	Short Term 1.76%	Corporate 3.16%	Corporate 3.04%
Corporate 0.45%	Mid Term 2.30%	Mid Term 7.38%	Mid Term 4.76%	Corporate 1.69%	Short Term 2.47%	Mid Term 2.08%
MBS -0.25%	Corporate 2.28%	Short Term 6.34%	Short Term 4.42%	MBS 1.11%	Mid Term 2.31%	Short Term 1.94%
Mid Term -0.35%	Short Term 2.19%	Core 6.13%	Core 4.31%	Mid Term 0.17%	MBS 2.19%	Core 1.88%
Core -0.57%	Core 1.44%	MBS 5.91%	MBS 3.87%	Real Return -0.13%	Core 1.85%	MBS 1.85%
Federal -0.83%	Federal 1.41%	Real Return 5.83%	Government 3.65%	Core -0.38%	Real Return 1.41%	Real Return 1.63%
Government -0.90%	Real Return 1.23%	Government 5.47%	Real Return 3.56%	Federal -0.59%	Government 1.39%	Long Term 1.51%
Real Return -2.15%	Government 1.17%	Federal 5.33%	Long Term 3.51%	Government -1.10%	Federal 1.39%	Government 1.48%
Long Term -2.32%	Long Term -0.57%	Long Term 4.31%	Federal 3.34%	Long Term -3.69%	Long Term 0.47%	Federal 1.20%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

Currency returns relative to the Canadian dollar

Over Q2 and on a 1-year basis, Canadian investors would have benefitted from holding European currencies like Swiss Franc, Euro and Sterling relative to holding US dollar.

3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
Swiss Franc 5.48%	Swiss Franc 8.30%	Swiss Franc 12.72%	Swiss Franc 8.37%	Mexican Peso 4.34%	Swiss Franc 3.75%	Swiss Franc 2.53%
Mexican Peso 3.27%	Euro 7.73%	Japanese Yen 11.12%	Pound Sterling 6.07%	Swiss Franc 3.67%	Singapore Dollar 1.51%	Singapore Dollar 1.45%
Euro 3.07%	Mexican Peso 5.07%	Euro 9.45%	Euro 5.91%	Pound Sterling 2.13%	Mexican Peso 1.45%	Euro 1.42%
Pound Sterling 0.54%	Pound Sterling 3.83%	Pound Sterling 8.09%	Singapore Dollar 4.95%	Singapore Dollar 1.92%	Pound Sterling 1.08%	U.S. Dollar 0.86%
Singapore Dollar -0.12%	Japanese Yen 3.29%	Singapore Dollar 6.09%	Mexican Peso 4.42%	Euro 1.01%	Euro 0.63%	Hong Kong Dollar 0.73%
Australian Dollar -0.36%	Singapore Dollar 1.60%	Chinese Yuan 0.96%	U.S. Dollar 1.87%	U.S. Dollar 0.05%	U.S. Dollar 0.51%	Pound Sterling -0.48%
Japanese Yen -1.52%	Australian Dollar 0.60%	U.S. Dollar -0.52%	Hong Kong Dollar 1.87%	Hong Kong Dollar -0.20%	Hong Kong Dollar 0.51%	Chinese Yuan -0.58%
Chinese Yuan -3.99%	Chinese Yuan -3.60%	Hong Kong Dollar -1.06%	Australian Dollar 0.31%	Chinese Yuan -0.25%	Chinese Yuan -0.63%	Australian Dollar -0.71%
U.S. Dollar -5.41%	U.S. Dollar -5.39%	Australian Dollar -1.84%	Japanese Yen -0.15%	Australian Dollar -0.87%	Australian Dollar -1.15%	Japanese Yen -0.77%
Hong Kong Dollar -6.26%	Hong Kong Dollar -6.36%	Mexican Peso -2.68%	Chinese Yuan -0.38%	Japanese Yen -5.58%	Japanese Yen -3.21%	Mexican Peso -0.84%

Source: MSFX Indices, Rimes Technologies Inc. Data as of June 30, 2025.

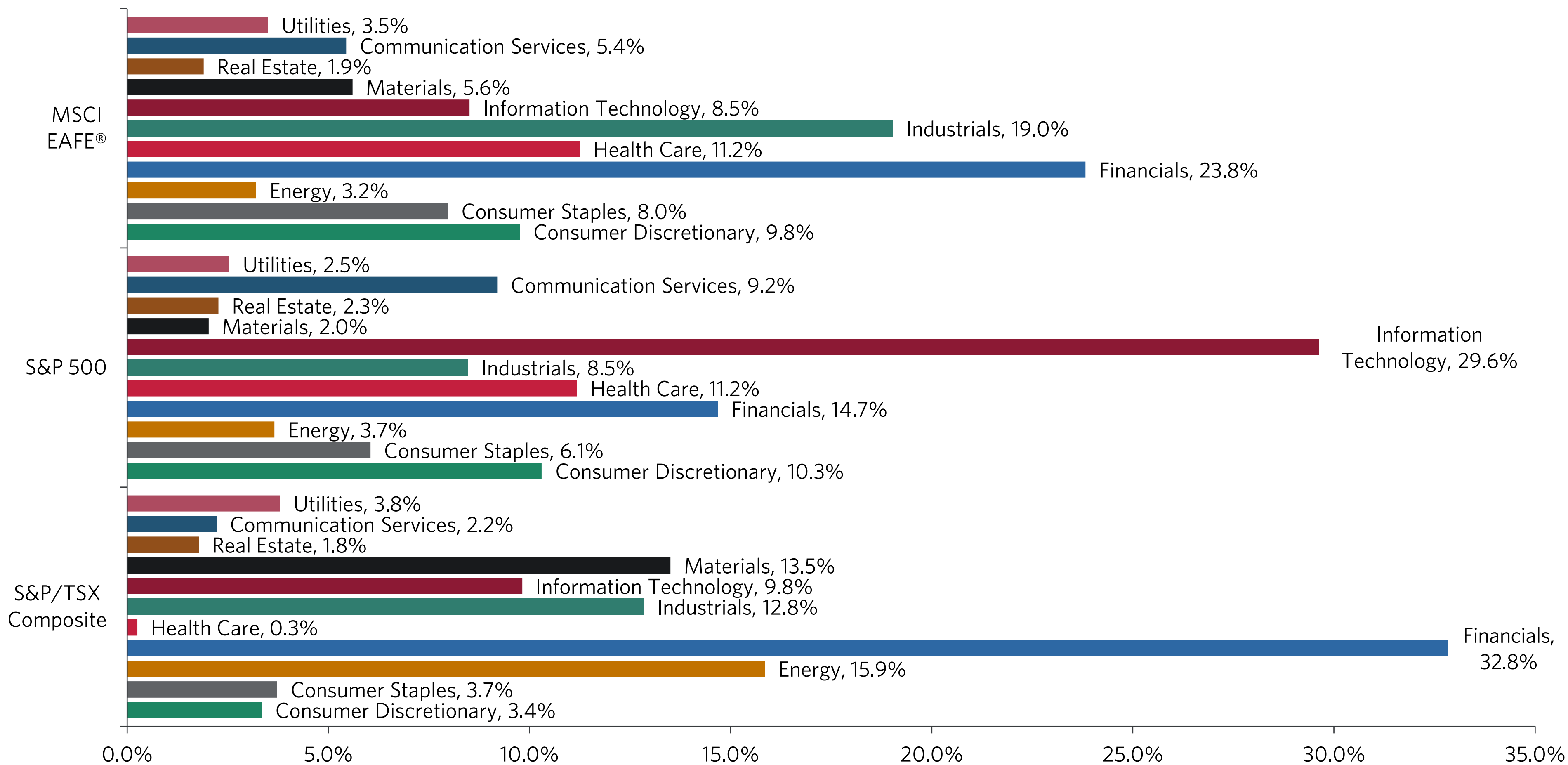
Equity markets

Summer 2025 Global Markets Compass

Canadian equities

The Canadian equity market is comprised of more cyclical industries like financials, energy, materials and industrials than non-domestic markets. The difference in sector composition is a large driver of relative performance.

GICS sector breakdown across equity markets



Source: S&P/TSX GICS Indices, TSX© Copyright 2025 TSX Inc. All rights reserved. Due to rounding totals may not always equal 100%. Data as of June 30, 2025.

Global equities: GICS sector returns

Over the quarter, and despite heightened volatility around April 2, "Liberation Day", growth stocks in the information technology, communications services and consumer discretionary sectors contributed most the equity market strength, while the energy sector was a drag given the decline in oil prices. On a 1-year basis, financials and utilities have delivered the strongest returns.

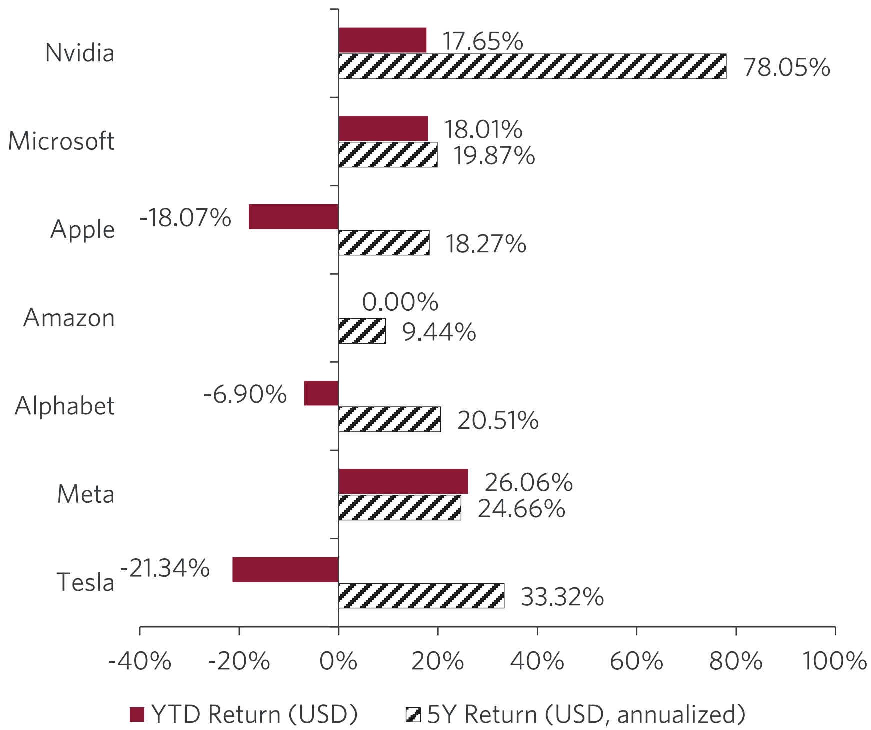
3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
Information Technology 16.84%	Industrials 11.85%	Financials 34.64%	Information Technology 32.33%	Financials 20.83%	Information Technology 21.75%	Information Technology 22.10%
Communication Services 12.96%	Financials 11.03%	Utilities 26.07%	Communication Services 27.41%	Information Technology 20.50%	Communication Services 14.79%	Industrials 12.29%
Industrials 9.08%	Utilities 10.56%	Communication Services 24.82%	Financials 26.31%	Energy 20.44%	Financials 12.71%	Financials 11.72%
Consumer Discretionary 4.96%	Communication Services 8.10%	Industrials 24.23%	Industrials 24.98%	Industrials 16.97%	Industrials 12.32%	Consumer Discretionary 11.54%
Financials 4.47%	Materials 4.79%	Consumer Discretionary 15.64%	Consumer Discretionary 19.40%	Communication Services 15.29%	Consumer Discretionary 11.14%	Communication Services 10.96%
Utilities 2.86%	Consumer Staples 4.22%	Information Technology 15.11%	Utilities 13.20%	Consumer Discretionary 11.90%	Utilities 10.18%	Utilities 10.10%
Materials 0.70%	Information Technology 3.03%	Consumer Staples 12.18%	Energy 12.19%	Utilities 10.48%	Health Care 8.91%	Materials 8.72%
Consumer Staples -1.84%	Energy -0.31%	Materials 4.49%	Materials 11.50%	Materials 10.44%	Consumer Staples 8.10%	Consumer Staples 8.09%
Health Care -8.95%	Health Care -4.06%	Energy -0.21%	Consumer Staples 9.91%	Consumer Staples 8.25%	Materials 7.71%	Health Care 7.89%
Energy -9.73%	Consumer Discretionary -5.70%	Health Care -5.40%	Health Care 6.19%	Health Care 6.60%	Energy 6.12%	Energy 6.55%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

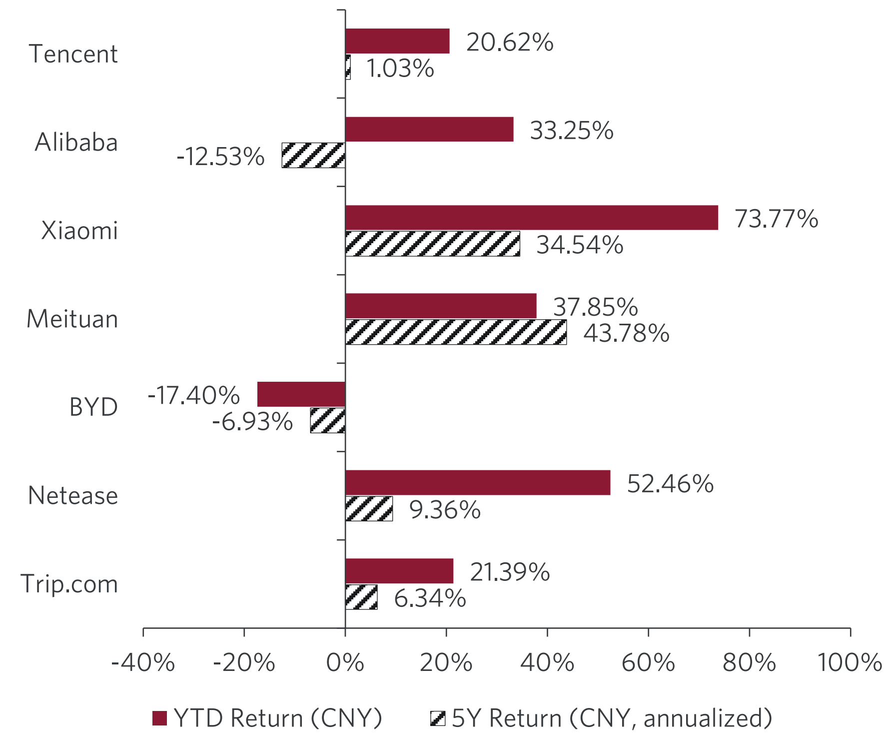
US vs. China tech stocks

China's "Seven Titans" (c. 40% of MSCI China) have outpaced the US "Magnificent 7" (c. 31% of S&P 500). On a market-cap weighted average basis, China's "Seven Titans" delivered 26.3%, while US "Magnificent 7" delivered 3.6% in local currency terms. We believe that innovation tailwinds in China could lead to a narrowing gap between the two markets.

US' "Magnificent 7"



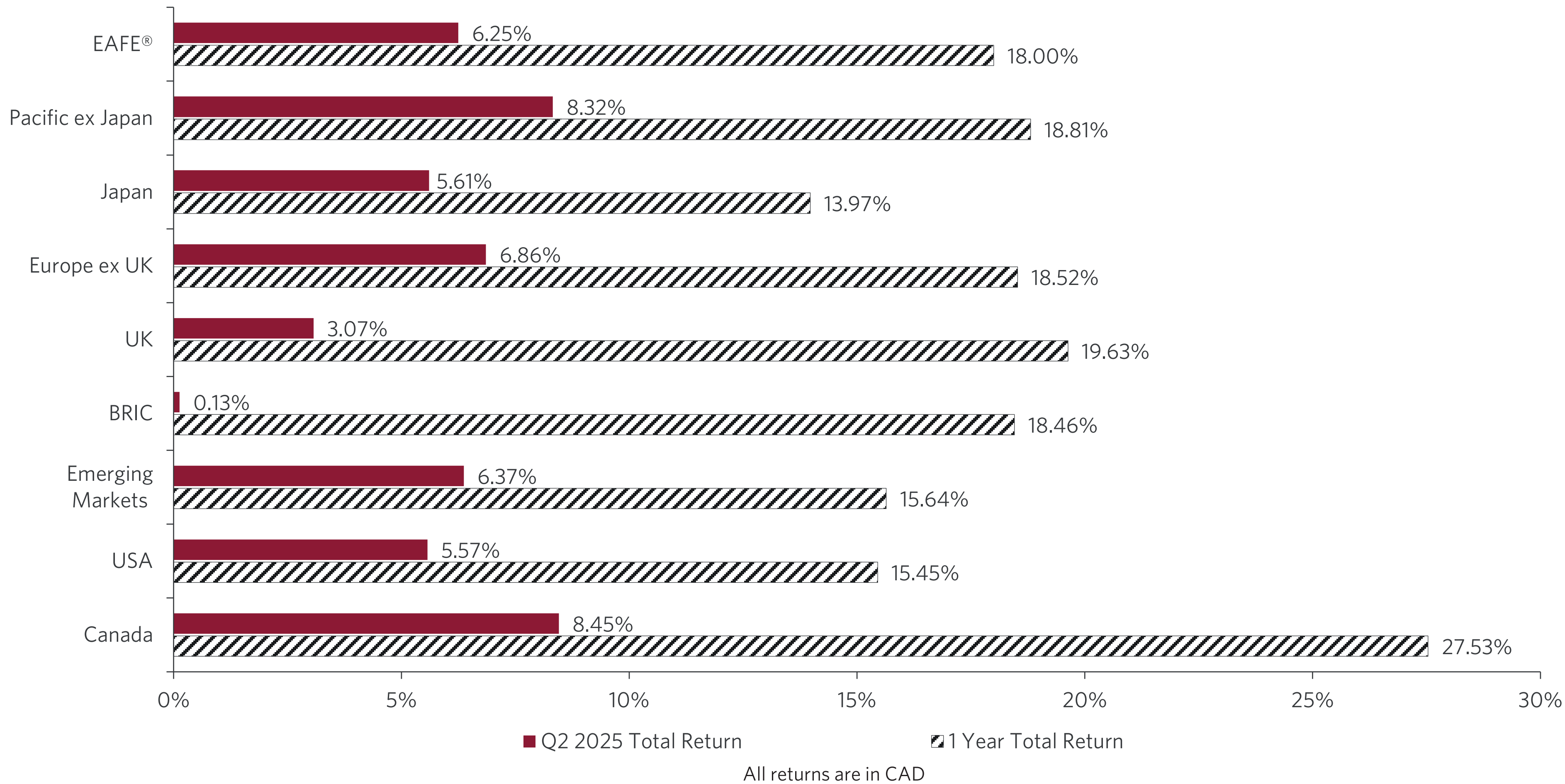
China's "Seven Titans"



Source: CIBC Asset Management, Bloomberg. Data as of June 30, 2025.

Global equities performance

Equity markets remain robust despite continued trade tariff uncertainty. Several major markets either reached new peaks or approached previous ones.

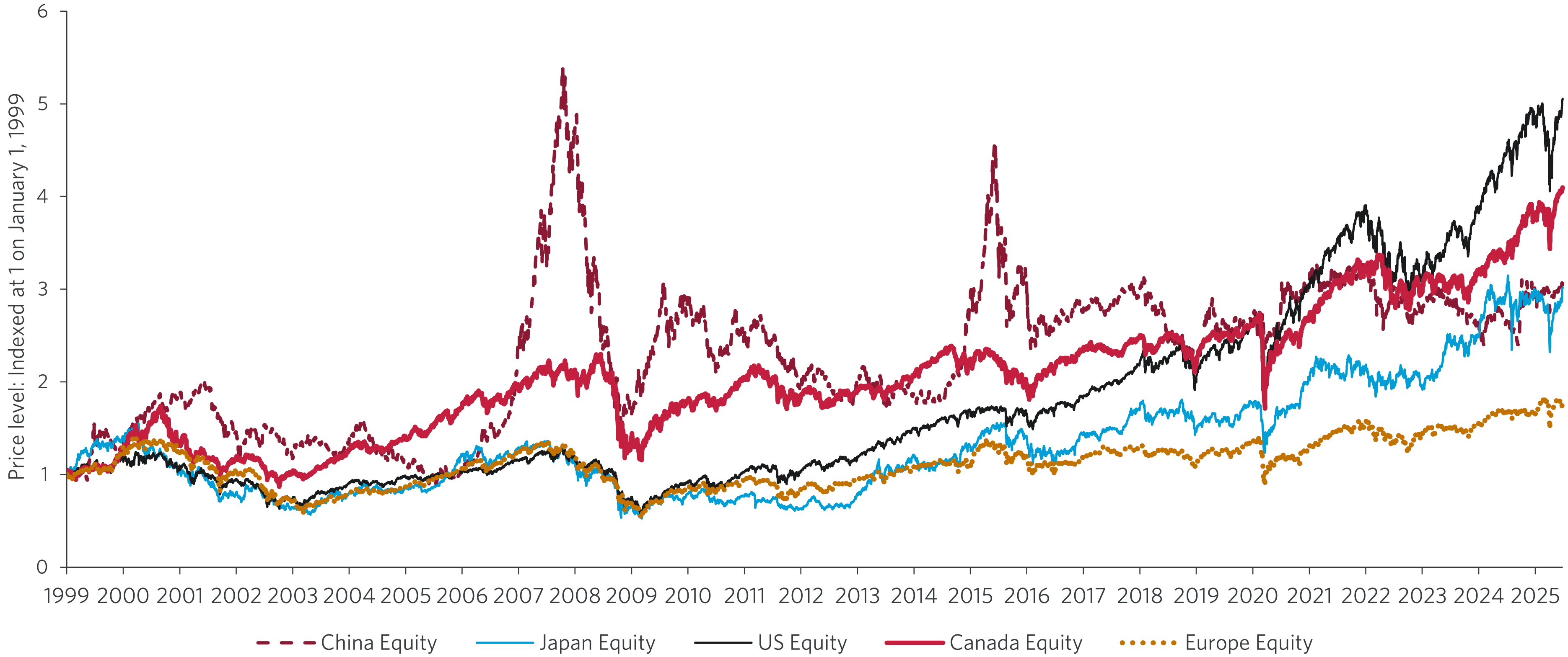


Source: MSCI Indices, Bloomberg. All returns are in CAD.

Benchmark Proxies: MSCI EAFE® (EAFE®), MSCI Pacific ex Japan (Pacific ex Japan), MSCI Japan (Japan), MSCI Europe ex UK (Europe ex UK), MSCI UK (UK), MSCI BRIC (BRIC), MSCI Emerging Markets (Emerging Markets).
Data as of June 30, 2025.

Global equity markets

Despite volatility at the beginning of Q2, major global equity markets delivered strong returns over the full quarter. US and Canada equities closed the quarter at record peak levels.

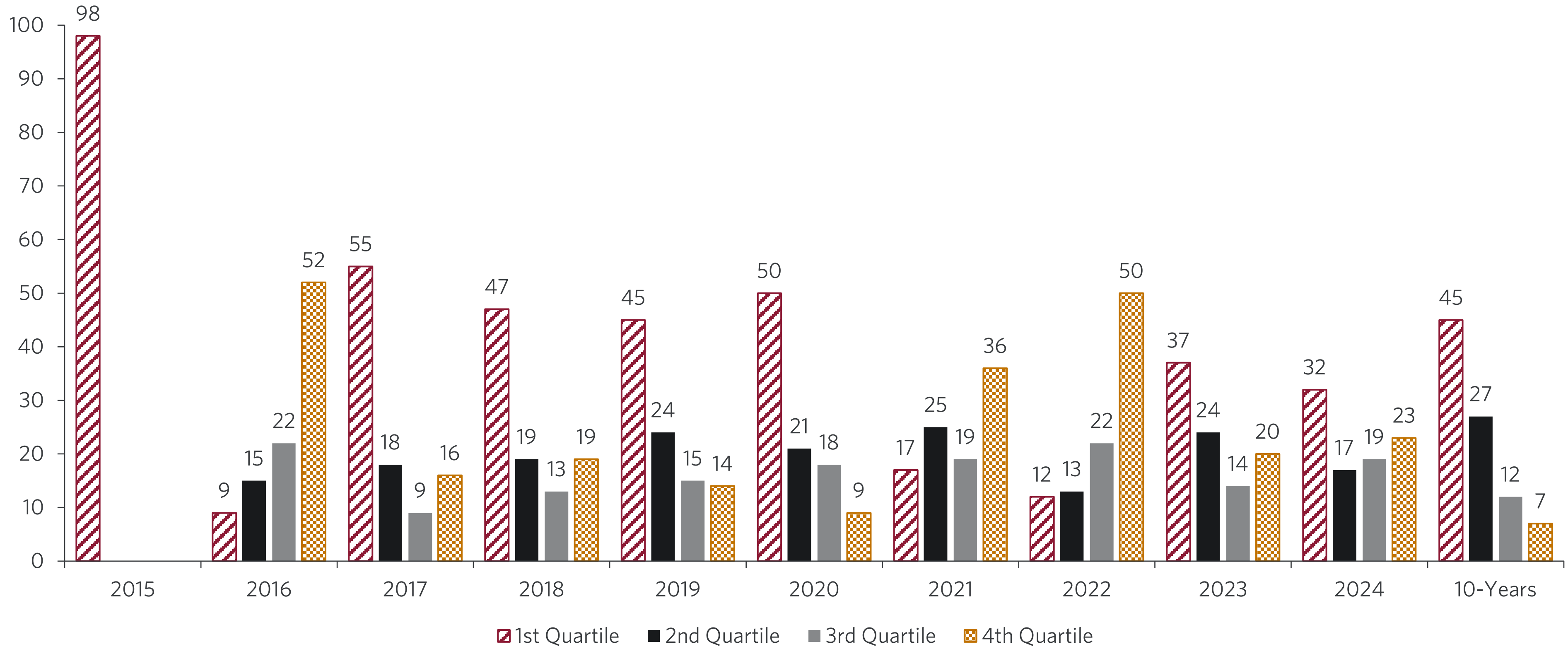


Source: CIBC Asset Management, Bloomberg. Data from January 1, 1999 to June 30, 2025. Benchmark proxies: China Equity: Shanghai Composite Index (CNY); Japan Equity: Nikkei Index (JPY); US Equity: S&P 500 Index (USD); Canada Equity: S&P/TSX Composite Index (CAD); Europe Equity: MSCI Europe Index (Local Currencies).

Mean reversion in active management is normal

There were 98 first quartile Global Large Cap Equity Universe managers in 2015. In 2016, 52 of them fell to the bottom quartile. Only 45 out of the 98 managers had top-quartile 10-year performance.

Migration of first quartile ranking by calendar year - eVestment Global Large Cap Equity Universe

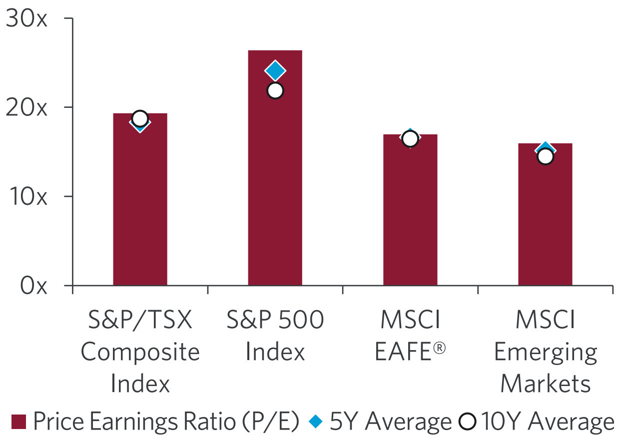


Source: CIBC Asset Management, eVestment. Data as of December 31, 2024.

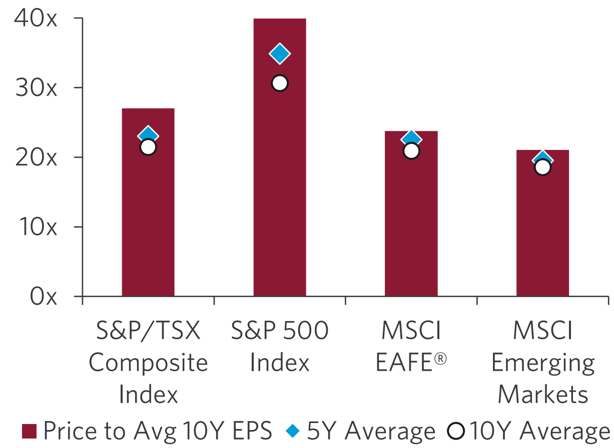
Equity valuation measures

US equities trade at higher relative valuations but are expected to deliver stronger earnings growth than the rest of the world.

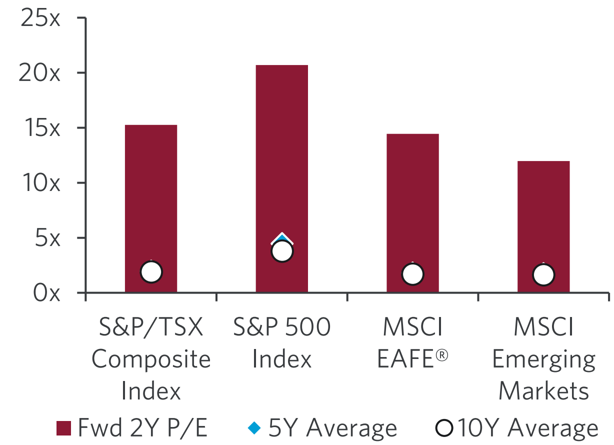
Price earnings ratio (P/E)



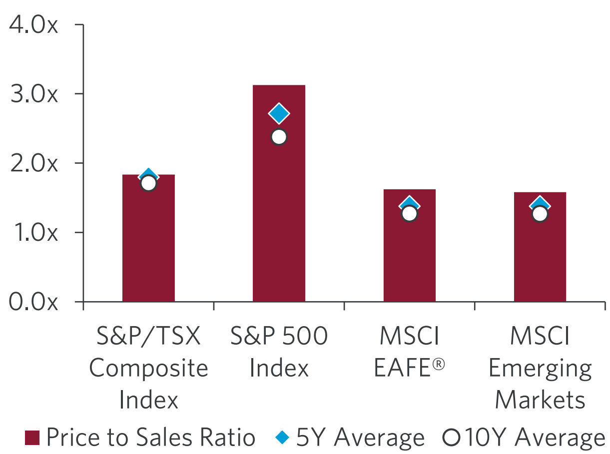
Price to avg 10Y EPS



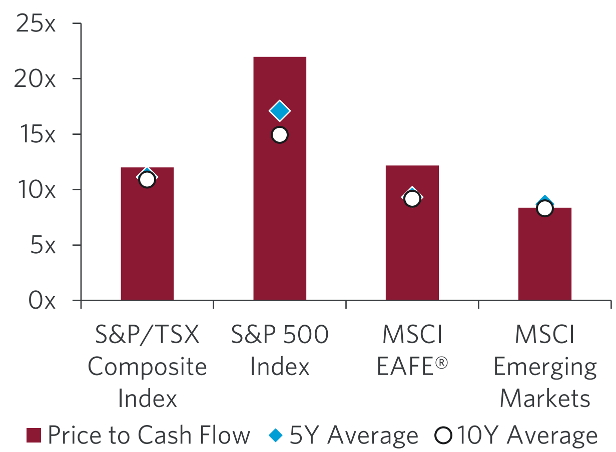
Forward 2Y price earnings ratio



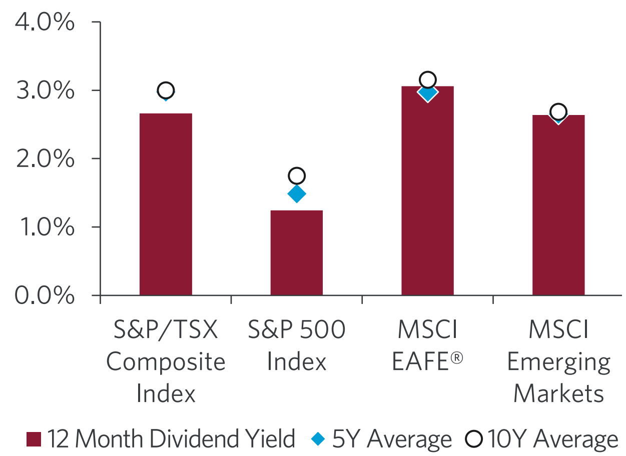
Price to sales ratio



Price to cash flow



12-month dividend yield



Source: TSX © Copyright 2025 TSX Inc. All rights reserved., Bloomberg, Rimes Technology Inc. Data as of June 30, 2025.

Asset allocation

Summer 2025 Global Markets Compass

Asset class returns

Asset class leadership varies over time based on a variety of factors. Investing in a broadly diversified portfolio will ensure at least some participation in the highest performing asset classes at any given time and is an appropriate prescription for uncertain timing. This approach, proxied by a balanced portfolio, continued to provide superior returns versus cash in Q225.

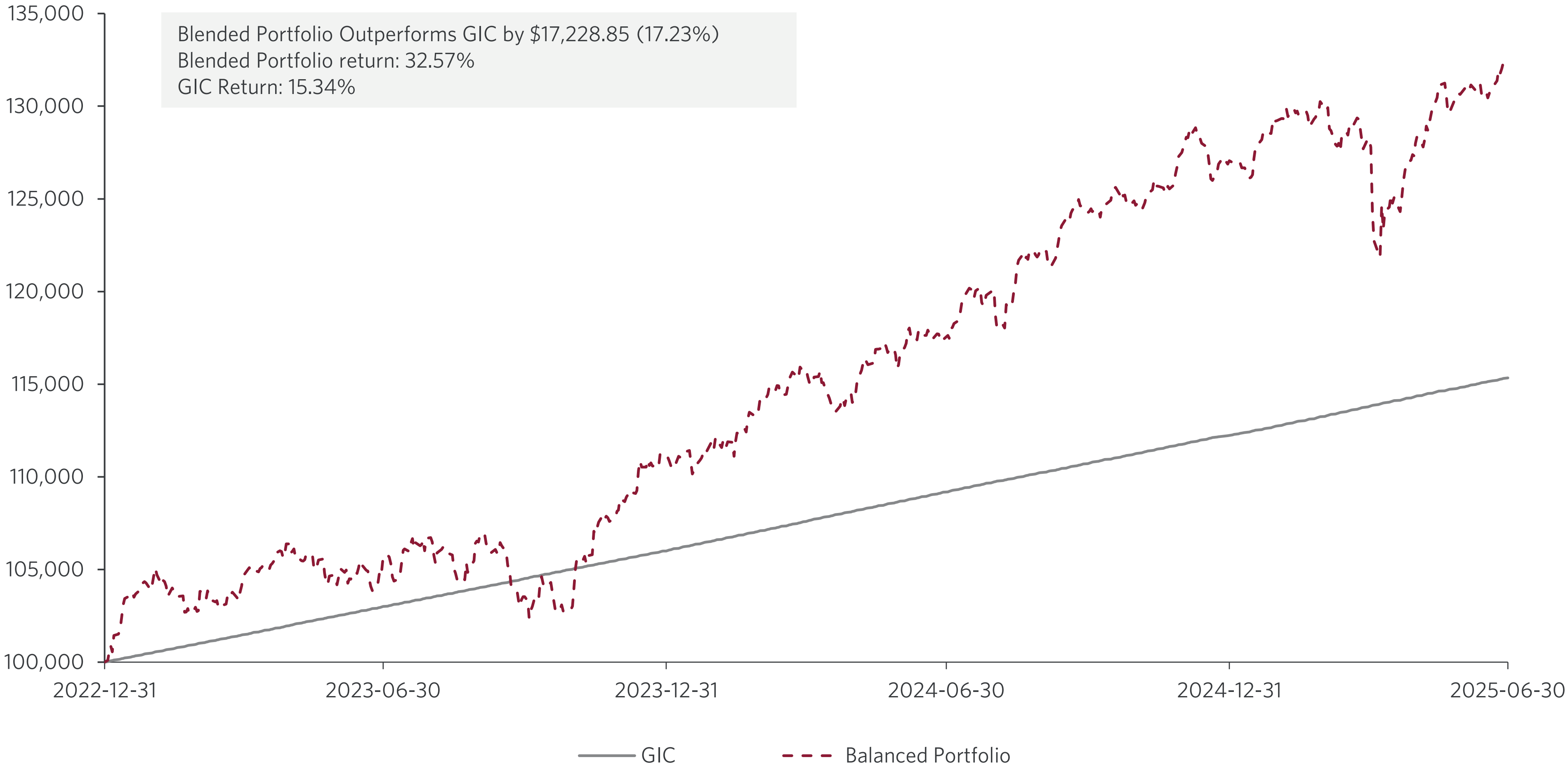
3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
Canadian Equities 8.53%	International Equities 13.78%	Canadian Equities 26.37%	U.S. Equities 21.97%	U.S. Equities 16.68%	U.S. Equities 14.99%	U.S. Equities 14.66%
Canadian Dividend 7.57%	Canadian Dividend 10.36%	Canadian Dividend 24.27%	Global Equities 21.12%	Canadian Dividend 16.11%	Global Equities 12.75%	Global Equities 12.22%
Emerging Market Equities 6.37%	Canadian Equities 10.17%	International Equities 18.00%	International Equities 18.77%	Global Equities 15.13%	Canadian Dividend 10.84%	Canadian Dividend 10.20%
International Equities 6.25%	Emerging Market Equities 9.65%	Global Equities 16.44%	Canadian Equities 16.08%	Canadian Equities 15.03%	Canadian Equities 10.76%	Canadian Equities 9.61%
Global Equities 5.83%	Global Equities 4.13%	Emerging Market Equities 15.64%	Canadian Dividend 14.67%	International Equities 11.76%	International Equities 8.30%	International Equities 7.99%
U.S. Equities 5.18%	Balanced Portfolio 3.83%	U.S. Equities 14.84%	Emerging Market Equities 12.31%	Balanced Portfolio 7.48%	Balanced Portfolio 6.71%	Balanced Portfolio 6.77%
Balanced Portfolio 2.73%	Canadian High Yield 3.17%	Balanced Portfolio 12.07%	Balanced Portfolio 12.01%	Emerging Market Equities 7.30%	Canadian High Yield 5.56%	Emerging Market Equities 6.17%
Canadian High Yield 1.91%	Canadian Corporate Bonds 2.28%	Canadian High Yield 10.03%	Canadian High Yield 9.15%	Canadian High Yield 6.72%	Emerging Market Equities 5.46%	Canadian High Yield 5.97%
Cash 0.64%	Global Bonds 1.77%	Global Bonds 8.18%	Canadian Corporate Bonds 6.27%	Cash 2.62%	Canadian Corporate Bonds 3.16%	Canadian Corporate Bonds 3.04%
Canadian Corporate Bonds 0.45%	Cash 1.48%	Canadian Corporate Bonds 8.15%	Cash 4.22%	Canadian Corporate Bonds 1.69%	Cash 2.33%	Cash 1.82%
Global Bonds -0.85%	Canadian Gov Bonds 1.17%	Canadian Gov Bonds 5.47%	Canadian Gov Bonds 3.65%	Canadian Gov Bonds -1.10%	Canadian Gov Bonds 1.39%	Canadian Gov Bonds 1.48%
Canadian Gov Bonds -0.90%	U.S. Equities 0.76%	Cash 3.82%	Global Bonds 3.60%	Global Bonds -2.45%	Global Bonds 0.13%	Global Bonds 1.45%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar returns. Data as of June 30, 2025.

Hypothetical growth in $100,000 in GIC vs. Balanced Portfolio

From December 31, 2022 to June 30, 2025 the Balanced Portfolio generated $17,228.85 more than GIC on a $100,000 initial investment.

Growth of $100,000 in GIC vs Balanced Portfolio



Source: CIBC Asset Management and Bloomberg. Balanced Portfolio performance is proxied by CIBC Smart Balanced. This hypothetical scenario is shown for illustrative purposes only and is not indicative of future results. Please refer to the Disclaimer page for further information.

Asset class correlations

Currency: CAD	Cash	Canadian Equities	Canadian Dividend	Canadian Bond	Canadian High Yield	US Equities	Global Equities	International Equities	Emerging Market Equities	Global Bonds	Benchmark
Cash	1.00	0.13	0.17	0.22	0.31	0.15	0.13	-0.08	-0.08	0.43	FTSE Canada 91 Day T-Bill Index
Canadian Equities	-0.06	1.00	0.98	0.66	0.58	0.77	0.82	0.49	0.13	0.34	S&P/TSX Composite Index
Canadian Dividend	-0.09	0.99	1.00	0.69	0.55	0.66	0.73	0.55	0.15	0.43	S&P/TSX Composite Dividend Index
Canadian Bonds	0.14	0.48	0.43	1.00	0.58	0.38	0.44	0.50	0.20	0.78	FTSE Canada Universe Bond Index
Canadian High Yield	-0.02	0.70	0.68	0.49	1.00	0.74	0.72	0.30	0.63	0.45	FTSE Canada High Yield Overall Bond Index
US Equities	0.04	0.81	0.76	0.48	0.52	1.00	0.98	0.35	0.32	0.14	S&P 500 Index
Global Equities	0.06	0.86	0.81	0.52	0.58	0.98	1.00	0.50	0.34	0.19	MSCI World Index
International Equities	0.09	0.82	0.80	0.50	0.59	0.77	0.87	1.00	0.43	0.34	MSCI EAFE® Index
Emerging Market Equities	0.04	0.58	0.54	0.39	0.57	0.53	0.60	0.67	1.00	0.32	MSCI Emerging Markets Index
Global Bonds	0.29	-0.18	-0.22	0.60	-0.06	-0.02	-0.01	0.02	0.06	1.00	Citigroup World Government Bond Index

1-Year Correlations

7-Year Correlations

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc., Zephyr Associates Inc, Rimes Technologies Inc, Bloomberg. Canadian currency. Data as of June 30, 2025.

Appendix – Index returns

Summer 2025 Global Markets Compass

Canadian bonds: Returns

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
High Yield 11.48%	High Yield 10.00%	Short Term -4.04%	High Yield 6.18%	Real Return 13.02%	Long Term 12.71%	MBS 2.47%	High Yield 9.94%	High Yield 16.93%	Mid Term 4.86%
Corporate 6.97%	Long Term 9.51%	High Yield -5.44%	Real Return 1.84%	Long Term 11.90%	High Yield 8.48%	Federal 2.39%	Long Term 7.03%	Corporate 3.73%	Government 3.84%
Short Term 5.70%	Corporate 8.37%	MBS -5.69%	MBS -0.76%	Mid Term 10.08%	Corporate 8.05%	High Yield 2.15%	Corporate 3.38%	Real Return 2.86%	Long Term 3.80%
MBS 4.67%	Core 6.69%	Federal -9.34%	Short Term -0.93%	Corporate 8.74%	Real Return 8.02%	Short Term 1.91%	Core 2.52%	Long Term 2.47%	Federal 3.66%
Mid Term 4.65%	Mid Term 6.13%	Corporate -9.87%	Corporate -1.34%	Government 8.69%	Core 6.87%	Mid Term 1.91%	Government 2.18%	Core 1.66%	Core 3.52%
Core 4.23%	Government 6.11%	Mid Term -10.29%	Core -2.54%	Core 8.68%	Government 6.42%	Government 1.53%	MBS 0.97%	Mid Term 1.61%	Real Return 2.79%
Real Return 3.73%	Short Term 5.02%	Core -11.69%	Federal -2.62%	Federal 7.28%	Mid Term 5.75%	Core 1.41%	Mid Term 0.96%	MBS 1.24%	Corporate 2.71%
Federal 3.48%	Federal 5.00%	Government -12.34%	Mid Term -2.69%	High Yield 6.69%	Federal 3.73%	Corporate 1.10%	Real Return 0.72%	Short Term 1.01%	Short Term 2.61%
Government 3.31%	MBS 4.15%	Real Return -14.32%	Government -2.97%	MBS 5.95%	MBS 3.21%	Long Term 0.31%	Federal 0.13%	Government 0.89%	MBS 2.54%
Long Term 1.35%	Real Return 1.99%	Long Term -21.76%	Long Term -4.52%	Short Term 5.29%	Short Term 3.10%	Real Return -0.05%	Short Term 0.08%	Federal 0.00%	High Yield -3.81%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

Global equities: GICS sector returns

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Communication Services 46.44%	Information Technology 49.53%	Energy 58.33%	Energy 40.57%	Information Technology 41.73%	Information Technology 40.66%	Health Care 12.33%	Information Technology 29.63%	Energy 23.16%	Consumer Staples 28.48%
Information Technology 45.18%	Communication Services 42.08%	Utilities 3.11%	Information Technology 29.04%	Consumer Discretionary 34.59%	Industrials 22.00%	Utilities 12.16%	Materials 20.98%	Materials 18.79%	Health Care 28.43%
Financials 39.01%	Consumer Discretionary 31.89%	Health Care 1.94%	Financials 27.60%	Communication Services 21.27%	Communication Services 21.46%	Information Technology 6.55%	Industrials 17.62%	Industrials 9.62%	Consumer Discretionary 27.06%
Consumer Discretionary 32.98%	Industrials 20.49%	Consumer Staples 1.31%	Health Care 19.32%	Materials 18.38%	Consumer Discretionary 20.69%	Consumer Discretionary 3.45%	Consumer Discretionary 16.06%	Financials 9.26%	Information Technology 26.18%
Utilities 24.26%	Financials 13.86%	Financials -2.99%	Consumer Discretionary 17.17%	Health Care 12.10%	Financials 20.02%	Communication Services -0.94%	Financials 15.30%	Information Technology 8.10%	Communication Services 24.00%
Industrials 23.94%	Materials 12.24%	Materials -3.80%	Industrials 16.07%	Industrials 10.22%	Materials 17.67%	Consumer Staples -1.34%	Health Care 12.51%	Utilities 3.19%	Industrials 18.13%
Consumer Staples 15.99%	Health Care 1.48%	Industrials -6.42%	Materials 15.79%	Consumer Staples 6.62%	Health Care 17.63%	Industrials -6.36%	Consumer Staples 10.06%	Communication Services 2.86%	Financials 16.49%
Energy 13.03%	Energy 0.75%	Information Technology -25.56%	Communication Services 13.81%	Utilities 3.78%	Consumer Staples 17.34%	Energy -7.55%	Utilities 7.08%	Consumer Discretionary 0.06%	Utilities 12.98%
Health Care 10.82%	Consumer Staples 0.26%	Consumer Discretionary -28.28%	Consumer Staples 12.76%	Financials -3.89%	Utilities 17.33%	Financials -8.94%	Communication Services -0.26%	Consumer Staples -1.26%	Materials 2.09%
Materials 3.48%	Utilities -1.51%	Communication Services -32.14%	Utilities 9.81%	Energy -31.74%	Energy 6.79%	Materials -9.04%	Energy -1.08%	Health Care -9.56%	Energy -6.66%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

Canadian equities: Returns

3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
Small Cap 11.75%	Small Cap 12.74%	Value 33.48%	Growth 19.41%	Value 20.16%	Value 11.16%	Value 10.43%
Core 8.53%	Value 10.53%	Core 26.37%	Value 16.15%	Equity Income 16.67%	Large Cap 11.00%	Dividend 10.20%
Large Cap 7.59%	Dividend 10.36%	Large Cap 26.31%	Core 16.08%	Dividend 16.11%	Dividend 10.84%	Large Cap 9.98%
Dividend 7.57%	Core 10.17%	Dividend 24.27%	Large Cap 15.48%	Small Cap 15.06%	Core 10.76%	Core 9.61%
Value 6.87%	Large Cap 9.46%	Small Cap 23.10%	Dividend 14.67%	Core 15.03%	Growth 10.06%	Equity Income 8.78%
REIT 6.58%	REIT 8.59%	Equity Income 21.95%	Small Cap 14.06%	Large Cap 14.95%	Equity Income 10.00%	Growth 8.57%
Equity Income 5.27%	Equity Income 8.39%	Growth 21.24%	Equity Income 10.04%	Growth 10.34%	Small Cap 7.57%	Small Cap 7.18%
Growth 3.15%	Preferred 4.23%	REIT 14.16%	REIT 3.28%	REIT 6.18%	REIT 3.92%	REIT 5.23%
Preferred 3.07%	Growth 3.36%	Preferred 10.53%	Preferred 2.43%	Preferred 4.54%	Preferred -0.88%	Preferred -0.86%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

Canadian equities: Returns

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Growth 28.99%	Growth 12.27%	Value 1.51%	Value 36.18%	Small Cap 12.87%	Equity Income 25.81%	REIT 6.29%	Growth 13.06%	Small Cap 38.48%	REIT -4.74%
Value 27.43%	Large Cap 12.05%	Equity Income 0.65%	Equity Income 36.10%	Growth 10.53%	Value 22.93%	Growth -6.05%	REIT 9.85%	Equity Income 28.49%	Value -6.38%
Core 21.65%	Core 11.83%	Dividend -0.09%	REIT 35.22%	Core 5.60%	Core 22.84%	Large Cap -7.58%	Large Cap 9.78%	Value 27.01%	Dividend -7.66%
Large Cap 21.04%	Value 10.51%	Core -5.75%	Large Cap 28.05%	Large Cap 5.56%	REIT 22.79%	Dividend -8.59%	Dividend 9.33%	Dividend 24.00%	Large Cap -7.76%
Dividend 19.85%	Dividend 9.63%	Large Cap -6.24%	Dividend 27.82%	Dividend 1.08%	Large Cap 21.93%	Core -8.88%	Core 9.08%	Large Cap 21.36%	Core -8.33%
Small Cap 18.83%	Equity Income 6.97%	Growth -7.53%	Core 25.15%	Preferred 0.05%	Dividend 21.71%	Equity Income -10.77%	Preferred 8.34%	Core 21.08%	Growth -10.53%
Preferred 17.58%	Small Cap 4.79%	Small Cap -9.29%	Small Cap 20.27%	Equity Income -7.39%	Growth 20.44%	Value -11.86%	Equity Income 7.61%	REIT 17.63%	Small Cap -13.31%
Equity Income 15.68%	REIT 2.80%	REIT -16.99%	Growth 14.84%	Value -7.55%	Small Cap 15.84%	Preferred -12.21%	Value 5.84%	Growth 14.20%	Equity Income -14.55%
REIT -2.36%	Preferred -0.73%	Preferred -22.31%	Preferred 13.65%	REIT -13.08%	Preferred -2.02%	Small Cap -18.17%	Small Cap 2.75%	Preferred 1.25%	Preferred -19.31%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

Asset class returns

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
US Equities 36.36%	US Equities 22.90%	Cash 1.82%	Canadian Dividend 27.82%	Emerging Market Equities 16.60%	US Equities 24.84%	Global Bonds 8.09%	Emerging Market Equities 28.70%	Canadian Dividend 24.00%	US Equities 21.59%
Global Equities 30.01%	Global Equities 21.08%	Canadian Dividend -0.09%	US Equities 27.61%	US Equities 16.32%	Canadian Equities 22.84%	US Equities 4.23%	International Equities 17.36%	Canadian Equities 21.08%	Global Equities 19.55%
Canadian Equities 21.65%	International Equities 15.66%	Canadian High Yield -5.44%	Canadian Equities 25.15%	Global Equities 14.45%	Global Equities 21.91%	Canadian High Yield 2.15%	Global Equities 14.99%	Canadian High Yield 16.93%	International Equities 19.46%
Canadian Dividend 19.85%	Balanced Portfolio 12.77%	Canadian Equities -5.75%	Global Equities 21.31%	Balanced Portfolio 9.91%	Canadian Dividend 21.71%	Canadian Gov Bonds 1.53%	US Equities 13.83%	US Equities 8.09%	Global Bonds 15.22%
Emerging Market Equities 17.85%	Canadian Equities 11.83%	International Equities -7.76%	International Equities 10.82%	Canadian Corporate Bonds 8.74%	International Equities 16.45%	Cash 1.38%	Canadian High Yield 9.94%	Emerging Market Equities 7.74%	Balanced Portfolio 7.78%
Balanced Portfolio 15.31%	Canadian High Yield 10.00%	Balanced Portfolio -9.09%	Balanced Portfolio 7.53%	Canadian Gov Bonds 8.69%	Emerging Market Equities 12.87%	Canadian Corporate Bonds 1.10%	Canadian Dividend 9.33%	Balanced Portfolio 6.33%	Canadian Gov Bonds 3.84%
International Equities 13.81%	Canadian Dividend 9.63%	Canadian Corporate Bonds -9.87%	Canadian High Yield 6.18%	Global Bonds 8.18%	Balanced Portfolio 12.56%	Global Equities 0.06%	Balanced Portfolio 9.27%	Global Equities 4.41%	Canadian Corporate Bonds 2.71%
Canadian High Yield 11.48%	Canadian Corporate Bonds 8.37%	Global Equities -11.75%	Cash 0.17%	Canadian High Yield 6.69%	Canadian High Yield 8.48%	Balanced Portfolio -0.76%	Canadian Equities 9.08%	Canadian Corporate Bonds 3.73%	Emerging Market Equities 2.42%
Canadian Corporate Bonds 6.97%	Emerging Market Equities 7.31%	US Equities -12.16%	Canadian Corporate Bonds -1.34%	International Equities 6.38%	Canadian Corporate Bonds 8.05%	International Equities -5.55%	Canadian Corporate Bonds 3.38%	Canadian Gov Bonds 0.89%	Cash 0.63%
Global Bonds 5.94%	Canadian Gov Bonds 6.11%	Global Bonds -12.32%	Canadian Gov Bonds -2.97%	Canadian Equities 5.60%	Canadian Gov Bonds 6.42%	Emerging Market Equities -6.52%	Canadian Gov Bonds 2.18%	Cash 0.51%	Canadian High Yield -3.81%
Cash 4.92%	Cash 4.71%	Canadian Gov Bonds -12.34%	Emerging Market Equities -3.06%	Canadian Dividend 1.08%	Cash 1.61%	Canadian Dividend -8.59%	Cash 0.56%	Global Bonds -1.91%	Canadian Dividend -7.66%
Canadian Gov Bonds 3.31%	Global Bonds 2.36%	Emerging Market Equities -13.90%	Global Bonds -7.76%	Cash 0.90%	Global Bonds 0.54%	Canadian Equities -8.88%	Global Bonds 0.43%	International Equities -2.00%	Canadian Equities -8.33%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc., Zephyr Associates Inc. Canadian dollar total returns. Data as of June 30, 2025.

US equity performance

3 Months	6 Months	1 Year	3 Year	5 Year	7 Year	10 Year
Mid Cap Growth 18.20%	Mid Cap Growth 9.79%	Mid Cap Growth 26.49%	Large Cap Growth 25.76%	Large Cap Growth 18.15%	Large Cap Growth 17.90%	Large Cap Growth 17.01%
Large Cap Growth 17.84%	Large Cap Core 6.12%	Large Cap Growth 17.22%	Mid Cap Growth 21.46%	Large Cap Core 16.30%	Large Cap Core 14.09%	Large Cap Core 13.35%
Small Cap Growth 11.97%	Large Cap Growth 6.09%	Large Cap Core 15.66%	Large Cap Core 19.59%	Large Cap Value 13.93%	Mid Cap Growth 12.73%	Mid Cap Growth 12.13%
Large Cap Core 11.11%	Large Cap Value 6.00%	Mid Cap Core 15.21%	Mid Cap Core 14.33%	Mid Cap Value 13.71%	Mid Cap Core 10.02%	Mid Cap Core 9.89%
Mid Cap Core 8.53%	Mid Cap Core 4.84%	Large Cap Value 13.70%	Large Cap Value 12.76%	Mid Cap Core 13.11%	Large Cap Value 9.59%	Large Cap Value 9.19%
Small Cap Core 8.50%	Mid Cap Value 3.12%	Mid Cap Value 11.53%	Small Cap Growth 12.38%	Mid Cap Growth 12.65%	Mid Cap Value 8.22%	Mid Cap Value 8.39%
Mid Cap Value 5.35%	Small Cap Growth -0.48%	Small Cap Growth 9.73%	Mid Cap Value 11.34%	Small Cap Value 12.47%	Small Cap Growth 5.68%	Small Cap Growth 7.13%
Small Cap Value 4.97%	Small Cap Core -1.78%	Small Cap Core 7.68%	Small Cap Core 10.00%	Small Cap Core 10.04%	Small Cap Core 5.52%	Small Cap Core 7.12%
Large Cap Value 3.79%	Small Cap Value -3.16%	Small Cap Value 5.54%	Small Cap Value 7.45%	Small Cap Growth 7.42%	Small Cap Value 4.85%	Small Cap Value 6.72%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc., Zephyr Associates Inc. Canadian dollar total returns. Data as of June 30, 2025.

US equity performance

2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Large Cap Growth 33.36%	Large Cap Growth 42.68%	Large Cap Value -7.54%	Mid Cap Value 28.34%	Large Cap Growth 38.49%	Large Cap Growth 36.39%	Large Cap Growth -1.51%	Large Cap Growth 30.21%	Small Cap Value 31.72%	Large Cap Growth 5.67%
Large Cap Core 24.51%	Large Cap Core 26.53%	Mid Cap Value -12.03%	Small Cap Value 28.27%	Mid Cap Growth 35.59%	Mid Cap Growth 35.47%	Mid Cap Growth -4.75%	Mid Cap Growth 25.27%	Small Cap Core 21.31%	Large Cap Core 0.92%
Mid Cap Growth 22.10%	Mid Cap Growth 25.87%	Small Cap Value -14.48%	Large Cap Growth 27.60%	Small Cap Growth 34.63%	Large Cap Core 31.43%	Large Cap Core -4.78%	Small Cap Growth 22.14%	Mid Cap Value 20.00%	Mid Cap Growth -0.20%
Mid Cap Core 15.34%	Small Cap Growth 18.66%	Mid Cap Core -17.32%	Large Cap Core 26.46%	Large Cap Core 20.96%	Mid Cap Core 30.54%	Large Cap Value -8.27%	Large Cap Core 21.69%	Large Cap Value 17.34%	Small Cap Growth -1.38%
Small Cap Growth 15.15%	Mid Cap Core 17.23%	Large Cap Core -19.13%	Large Cap Value 25.16%	Small Cap Core 19.96%	Small Cap Growth 28.48%	Mid Cap Core -9.06%	Mid Cap Core 18.52%	Mid Cap Core 13.80%	Mid Cap Core -2.44%
Large Cap Value 14.37%	Small Cap Core 16.93%	Small Cap Core -20.44%	Mid Cap Core 22.58%	Mid Cap Core 17.10%	Mid Cap Value 27.06%	Small Cap Growth -9.33%	Small Cap Core 14.65%	Large Cap Core 12.05%	Large Cap Value -3.83%
Mid Cap Value 13.07%	Small Cap Value 14.65%	Small Cap Growth -26.36%	Small Cap Core 14.82%	Mid Cap Value 4.96%	Large Cap Value 26.54%	Small Cap Core -11.01%	Large Cap Value 13.66%	Small Cap Growth 11.28%	Small Cap Core -4.41%
Small Cap Core 11.54%	Mid Cap Value 12.71%	Mid Cap Growth -26.72%	Mid Cap Growth 12.73%	Small Cap Value 4.63%	Small Cap Core 25.52%	Mid Cap Value -12.29%	Mid Cap Value 13.34%	Mid Cap Growth 7.33%	Mid Cap Value -4.78%
Small Cap Value 8.05%	Large Cap Value 11.46%	Large Cap Growth -29.14%	Small Cap Growth 2.83%	Large Cap Value 2.80%	Small Cap Value 22.39%	Small Cap Value -12.84%	Small Cap Value 7.82%	Large Cap Growth 7.08%	Small Cap Value -7.47%

Source: PC Bond Analytics, FTSE Global Debt Capital Markets Inc. Canadian dollar total returns. Data as of June 30, 2025.

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of assets under management[2]

160+

highly qualified investment professionals with an average of **over 17 years** of industry experience

50+

years of experience in actively managing investment mandates

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Released August 2025.

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