Weekly Market Recap

The week in review

- Markit U.S. composite PMI rose to 55.4 in August
- Housing starts rose to 1,321K in July

The week ahead

- Consumer confidence
- 2Q25 GDP (2nd est.)
- PCE

Thought of the week

Despite elevated economic uncertainty in markets during the first half of 2025, private equities have seen a sharp increase in exit activity compared to the first half of 2024. Deal volumes are up 104% y/y to over $330Bn and deal count is up 18% y/y to over 730 deals. Private equity firms commonly exit their investments by selling them to corporations or other private equity firms (M&A), or through public listings (IPOs). They then use these proceeds to return capital to their investors.

Coming into 2025, investors expected a surge in dealmaking and IPOs due to a perceived pro-business environment and declining rates. Although seesawing trade and tariff policies did put a dent in deal activity during the second quarter, U.S. private equity firms still achieved their second-highest recorded first-half exit volumes, according to Pitchbook figures. As shown in this week's chart, U.S. private equity exit activity in 2025 is expected to surpass the industry's 15-year average, providing a meaningful rebound for investors after a few down years following the massive spike we saw in 2021. Both of the industry's typical exit channels being open and active is a positive sign for the potential return of a healthy exit environment, which is critical to the private equity flywheel of buying and selling companies. This should also help alleviate the buildup of portfolio company inventories that may have risen over the last few years.

Now that U.S. trade and economic policies are becoming clearer, and provided economic conditions persist, the outlook for U.S. private equity exits for the remainder of 2025 and into 2026 is much improved. For a diversified source of growth within portfolios, private equity continues to be a compelling opportunity for investors.

Please see important disclosures on next page.

Weekly Data Center

	Index Returns (%)						Index Characteristics			
Equities	Level	1 week	QTD	YTD	1 year	3-yr. Cum.	NTM P/E	P/B	Div. Yld.	Mkt. Cap (bn)
S&P 500	6467	0.30	4.40	10.88	17.63	63.46	22.32	5.02	1.15	54816
Dow Jones 30	45632	1.59	3.71	8.42	14.04	46.31	20.39	5.41	1.69	20416
Russell 2000	5870	3.32	8.77	6.82	11.37	28.86	24.25	1.90	1.27	2701
Russell 1000 Growth	2962	-0.84	4.89	11.28	23.18	85.67	30.33	12.86	0.48	30810
Russell 1000 Value	1224	1.78	3.89	10.13	12.25	38.95	17.22	2.82	1.84	28724
MSCI EAFE	2763	0.84	4.32	25.10	18.03	60.36	15.36	1.96	2.69	19575
MSCI EM	1267	-0.40	4.15	20.37	18.31	39.45	13.36	1.84	2.11	9085
NASDAQ	21497	-0.55	5.62	11.80	22.84	77.70	28.17	6.76	0.59	35325

Fixed Income	Yield	1 week	QTD	YTD	1 year	3-yr. Cum.
U.S. Aggregate	4.47	0.43	0.77	4.82	2.86	8.34
U.S. Corporates	4.91	0.36	1.16	5.39	3.85	13.61
Municipals (10yr)	3.64	0.02	0.80	1.85	1.48	7.53
High Yield	7.23	0.27	1.25	5.88	8.27	27.65

	Levels		
Currencies	8/22/25	12/31/24	8/22/24
$ per €	1.17	1.04	1.11
$ per £	1.35	1.25	1.31
¥ per $	146.86	157.16	146.23

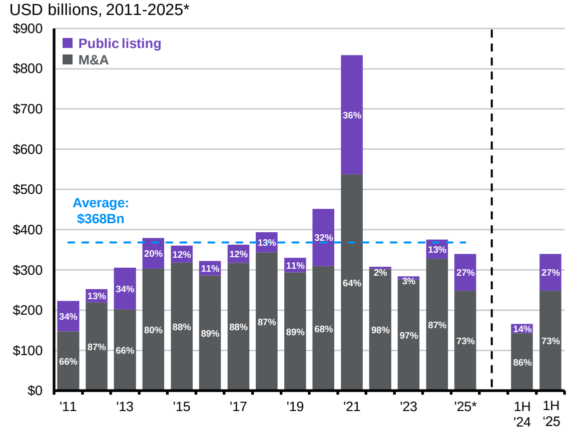
	Levels (%)					
Key Rates	8/22/25	8/15/25	6/30/25	12/31/24	8/22/24	8/22/22
2-yr U.S. Treasuries	3.68	3.75	3.72	4.25	3.99	3.32
10-yr U.S. Treasuries	4.26	4.33	4.24	4.58	3.86	3.03
30-yr U.S. Treasuries	4.88	4.92	4.78	4.78	4.13	3.24
10-yr German Bund	2.73	2.77	2.60	2.35	2.24	1.27
SOFR	4.32	4.36	4.45	4.49	5.31	2.28
3-mo. EURIBOR	2.02	2.03	1.94	2.71	3.54	0.45
6-mo. CD rate	1.91	1.89	1.91	2.29	2.29	0.90
30-yr fixed mortgage	6.65	6.67	6.80	7.28	6.89	5.87
Prime Rate	7.50	7.50	7.50	7.50	8.50	5.50

	Levels		
Commod.	8/22/25	12/31/24	8/22/24
Oil (WTI)	63.50	72.44	73.72
Gasoline	3.13	3.01	3.38
Natural Gas	2.83	3.40	1.93
Gold	3334	2609	2483
Silver	38.01	28.91	29.57
Copper	9643	8706	9061
Corn	3.97	4.53	3.69
BBG Idx	252.42	238.62	226.32

Chart of the Week

U.S. private equity exit activity has started to rebound

USD billions, 2011-2025*



Style Returns

1 Week

	V	B	G
L	1.8	0.3	-0.8
M	2.3	2.1	1.4
S	4.1	3.3	2.6

YTD

	V	B	G
L	10.1	10.9	11.3
M	8.6	9.6	12.2
S	6.6	6.8	7.1

S&P 500 Sector Returns

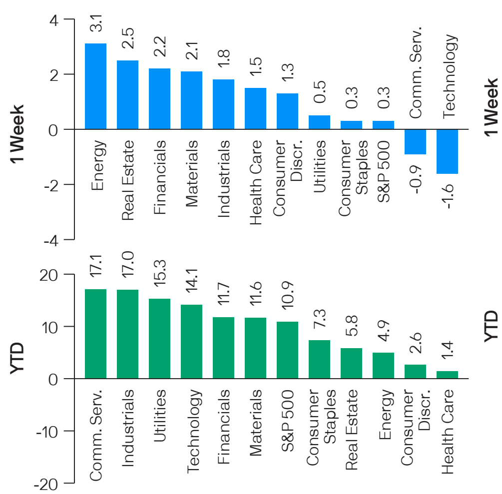


Chart of the Week: Pitchbook, J.P. Morgan Asset Management. *2025 data are as of 2Q25.

Thought of the week: Pitchbook, J.P. Morgan Asset Management.

Abbreviations: Cons. Sent.: University of Michigan Consumer Sentiment Index; CPI: Consumer Price Index; EIA: Energy Information Agency; FHFA HPI: - Federal Housing Finance Authority House Price Index; FOMC: Federal Open Market Committee; GDP: gross domestic product; HPI: Home Price Index; HMI: Housing Market Index; ISM Mfg. Index: Institute for Supply Management Manufacturing Index; PCE: Personal consumption expenditures; Philly Fed Survey: Philadelphia Fed Business Outlook Survey; PMI: Purchasing Managers' Manufacturing Index; PPI: Producer Price Index; SAAR: Seasonally Adjusted Annual Rate

Equity Price Levels and Returns: All returns represent total return for stated period. Index: S&P 500; provided by: Standard & Poor's. Index: Dow Jones Industrial 30 (The Dow Jones is a price-weighted index composing of 30 widely-traded blue chip stocks.) ; provided by: S&P Dow Jones Indices LLC. Index: Russell 2000; provided by: Russell Investments. Index: Russell 1000 Growth; provided by: Russell Investments. Index: Russell 1000 Value; provided by: Russell Investments. Index: MSCI – EAFE; provided by: MSCI – gross official pricing. Index: MSCI – EM; provided by: MSCI – gross official pricing. Index: Nasdaq Composite; provided by: NASDAQ OMX Group.

MSCI EAFE is a Morgan Stanley Capital International Index that is designed to measure the performance of the developed stock markets of Europe, Australasia, and the Far East.

Bond Returns: All returns represent total return. Index: Bloomberg US Aggregate; provided by: Bloomberg Capital. Index: Bloomberg Investment Grade Credit; provided by: Bloomberg Capital. Index: Bloomberg Municipal Bond 10 Yr; provided by: Blomberg Capital. Index: Bloomberg Capital High Yield Index; provided by: Bloomberg Capital.

Key Interest Rates: 2 Year Treasury, FactSet; 10 Year Treasury, FactSet; 30 Year Treasury, FactSet; 10 Year German Bund, FactSet. 3 Month LIBOR, British Bankers' Association; 3 Month EURIBOR, European Banking Federation; 6 Month CD, Federal Reserve; 30 Year Mortgage, Mortgage Bankers Association (MBA); Prime Rate: Federal Reserve.

Commodities: Gold, FactSet; Crude Oil (WTI), FactSet; Gasoline, FactSet; Natural Gas, FactSet; Silver, FactSet; Copper, FactSet; Corn, FactSet. Bloomberg Commodity Index (BBG Idx), Bloomberg Finance L.P.

Currency: Dollar per Pound, FactSet; Dollar per Euro, FactSet; Yen per Dollar, FactSet.

S&P Index Characteristics: Dividend yield provided by FactSet Pricing database. Fwd. P/E is a bottom-up weighted harmonic average using First Call Mean estimates for the "Next 12 Months" (NTM) period. Market cap is a bottom-up weighted average based on share information from Compustat and price information from FactSet's Pricing database as provided by Standard & Poor's.

MSCI Index Characteristics: Dividend yield provided by FactSet Pricing database. Fwd. P/E is a bottom-up weighted harmonic average for the "Next 12 Months" (NTM) period. Market cap is a bottom-up weighted average based on share information from MSCI and Price information from FactSet's Pricing database as provided by MSCI.

Russell 1000 Value Index, Russell 1000 Growth Index, and Russell 2000 Index Characteristics: Trailing P/E is provided directly by Russell. Fwd. P/E is a bottom-up weighted harmonic average using First Call Mean estimates for the "Next 12 Months" (NTM) period. Market cap is a bottom-up weighted average based on share information from Compustat and price information from FactSet's Pricing database as provided by Russell.

Sector Returns: Sectors are based on the GICS methodology. Return data are calculated by FactSet using constituents and weights as provided by Standard & Poor's. Returns are cumulative total return for stated period, including reinvestment of dividends.

Style Returns: Style box returns based on Russell Indexes with the exception of the Large-Cap Blend box, which reflects the S&P 500 Index. All values are cumulative total return for stated period including the reinvestment of dividends. The Index used from L to R, top to bottom are: Russell 1000 Value Index (Measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values), S&P 500 Index (Index represents the 500 Large Cap portion of the stock market, and is comprised of 500 stocks as selected by the S&P Index Committee), Russell 1000 Growth Index (Measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values), Russell Mid Cap Value Index (Measures the performance of those Russell Mid Cap companies with lower price-to-book ratios and lower forecasted growth values), Russell Mid Cap Index (The Russell Midcap Index includes the smallest 800 securities in the Russell 1000), Russell Mid Cap Growth Index (Measures the performance of those Russell Mid Cap companies with higher price-to-book ratios and higher forecasted growth values), Russell 2000 Value Index (Measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values), Russell 2000 Index (The Russell 2000 includes the smallest 2000 securities in the Russell 3000), Russell 2000 Growth Index (Measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values).

Past performance does not guarantee future results.

Diversification does not guarantee investment returns and does not eliminate the risk of loss.

Unless otherwise stated, all data is as of August 25, 2025 or as of most recently available.

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