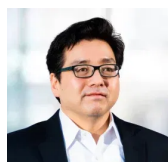


■ First Word

July 9, 2025

Mostly good news in the June NY Fed survey. 1-yr inflation back to pre-tariff levels, when the Fed was in "cutting mode."



Tom Lee, CFA AC

HEAD OF RESEARCH

Video: The June NY Fed consumer survey showed widespread good news for consumers, including 1-yr inflation expectations back to pre-tariff levels (when Fed was cutting), more job security, better feelings about financial health and even easing credit conditions. So, this is supportive of stocks climbing higher in July. (duration: 3:27).



Equities have been largely flat the first few days this week, weak early on Monday morning's session reflecting hawkish trade commentary by Peter Navarro. In our view, we remain positive about equities in July, aided by favorable seasonals as well as continued negative sentiment. And Tuesday, there were two macro data points worth addressing:

- First, President Trump reiterated that tariff deadlines will not be extended past August 1 (on Truthsocial.com) and this is not entirely a surprise. I am not entirely clear if a further delay might happen, but at this moment, the US is collecting \$240 billion in annualized tariff revenues.
- This "tariff tax" is \$2.4 trillion over the next 10 years, assuming zero inflation and zero increase. And this largely offsets the \$2.5 trillion higher deficit as scored by the CBO (congressional budget office), so this might explain why the bond market is largely not concerned about the large budget bill that was passed.
- And even high-yield markets (see below) have not seen any widening of spreads. So the bond markets are not pricing in a risk of future economic weakness, either from tariff delays/negotiations or from the higher deficits seen in the budget bill.
- The other notable release was the June NY Fed consumer survey. Overall, it was positive and showed a consumer that is not suffering from tariff-related costs, nor incrementally worse off:
 - 1-yr inflation expectations fell -0.3% to 3.0%.
 - larger share expect financial situation to improve
 - fewer are worried about job loss
 - fewer complain of tightening financial conditions.
- Overall, very encouraging. In fact, the 1-yr inflation ahead is back to pre-Feb tariff levels. Meaning, using this methodology, the expectations for inflations are at levels when we were seeing the Fed cut rates.

- In other words, we think this also suggests the Fed could be more likely to cut rates if we get benign inflation reports. The first of which will be June CPI reported next week. And then maybe the July CPI report in August. This just means we are not holding our breath that long to wait to see “tariff inflation.”
- It is a light week in terms of Macro Data, most notably the initial tariff resumption date on Wednesday has been delayed:
 - 7/8 Tue 6:00 AM ET: Jun Small Business Optimism Survey **98.6 vs 98.7e**
 - 7/8 Tue 9:00 AM ET: Jun F Manheim Used Vehicle Index **208.5**
 - 7/8 Tue 11:00 AM ET: Jun NY Fed 1yr Inf Exp **3.02%**
 - ~~7/9 Wed 12:01 AM ET: 90-Day Reciprocal Tariff Pause Ends~~ **Delayed to Aug 1st**
 - 7/9 Wed 2:00 PM ET: Jun FOMC Meeting Minutes

BOTTOM LINE: Still “most hated rally”

This still remains the “most hated” V-shaped stock rally. We view Bitcoin as a leading indicator and thus, we expect stocks to reattain all time highs, which Bitcoin achieved last week. We see S&P 500 reaching 6,600 by year-end.

And the expected drivers for this upside are:

- **Still most hated rally**
- **Sizable perception gap: Tariff “bark worse than bite”**
- **Hedge funds increased short interest recently**
- **\$7 trillion cash on sidelines**
- **Investment outlook better now than in Feb 2025:**
 - **tariff visibility**
 - **tax and de-regulation visibility**
 - **US cos survived 5th major “stress test”**
 - **Fed more dovish in 2026**

As for what we would buy

- **Washed out stocks**



- **MAG7 & Bitcoin**
- **Industrials**
- **Financials: Large-cap and regional banks**
- **Small-caps**

Week of 7/7 - 7/11:



Thomas Lee, CFA
Head of Research

**First Word
Report**

**Macro Minute
Video**

Monday



Tuesday



Wednesday



Thursday



Friday



Jul 08, 2025



2025 Overweights

	Ticker (s)	Current price	Inclusion data...			Performance...	
			Date added	Inclusion price	# Days	Absolute	Rel vs S&P 500
1 Small-caps	IWM	221.25	12/10/24	236.70	210	-6.5%	-9.7%
1 Financials	XLF	52.21	12/10/24	49.70	210	+5.1%	+1.9%
- Regional Banks	KRE	63.15	12/10/24	65.47	210	-3.5%	-6.7%
1 Bitcoin/Bitcoin-Related	BTC	108,834.23	12/10/24	96,911.36	210	+12.3%	+9.1%
2 Industrials	XLI	148.86	12/10/24	139.00	210	+7.1%	+3.9%
3 Technology	XLK	256.29	12/10/24	235.95	210	+8.6%	+5.5%
- FAANG stocks	NYFANG+	14,878.39	12/10/24	12,983.25	210	+14.6%	+11.4%
3 Communication Services	XLC	106.78	12/10/24	100.33	210	+6.4%	+3.3%
Consumer Discretionary	XLY	217.66	12/10/24	232.44	210	-6.4%	-9.5%
Real Estate/REITs	XLRE	41.42	12/10/24	43.15	210	-4.0%	-7.2%

2025 Underweights

1 Consumer Staples	XLP	81.35	12/10/24	82.64	210	-1.6%	-4.7%
--------------------	-----	-------	----------	-------	-----	-------	-------

*Market caps provided are the market cap of the ETF ticker shown

Source: Fundstrat, Bloomberg



		Jul 08, 2025			Inclusion data...		Performance...		
					Date Last	Price When	Rel vs		
		Ticker	Market Cap	P/E Yr+1	Added	Added	Current Price	Absolute	S&P 500
Super Grannies									
1	NVIDIA Corp	NVDA	3,904,000	27.7x	6/25/25	154.31	160.00	+3.7%	+1.5%
2	Quanta Services Inc	PWR	55,954	32.2x	6/25/25	374.07	377.56	+0.9%	-1.3%
3	JPMorgan Chase & Co	JPM	785,872	14.4x	6/25/25	284.06	282.78	-0.5%	-2.6%
4	Meta Platforms Inc	META	1,812,000	21.4x	6/25/25	708.68	720.67	+1.7%	-0.5%
5	Goldman Sachs Group Inc	GS	222,009	13.9x	6/25/25	669.87	697.28	+4.1%	+1.9%
Sleeper Grannies									
1	Apple Inc	AAPL	3,136,673	27.4x	6/25/25	201.56	210.01	+4.2%	+2.0%
2	PayPal Holdings Inc	PYPL	72,969	13.3x	6/25/25	73.07	75.03	+2.7%	+0.5%
3	Garmin Ltd	GRMN	41,090	25.4x	6/25/25	203.54	213.41	+4.8%	+2.7%
4	Cadence Design Systems	CDNS	88,269	41.6x	6/25/25	297.53	323.28	+8.7%	+6.5%
5	Fair Isaac Corp	FICO	41,458	46.9x	6/25/25	1893.45	1703.17	-10.0%	-12.2%

Source: Fundstrat, Bloomberg

		Jul 08, 2025			Inclusion data...		Performance...		
					Date Last	Price When	Rel vs		
		Ticker	Market Cap	P/E Yr+1	Added	Added	Current Price	Absolute	Russell 2500
SMID Super Grannies									
1	EMCOR Group Inc	EME	24,229	21.0x	6/25/25	502.57	541.34	+7.7%	+3.7%
2	Spotify Technology SA	SPOT	147,926	49.4x	6/25/25	736.30	721.39	-2.0%	-6.0%
3	Stride Inc	LRN	5,929	17.8x	6/25/25	141.48	136.22	-3.7%	-7.7%
4	Twilio Inc	TWLO	18,645	23.3x	6/25/25	119.82	122.12	+1.9%	-2.1%
5	Agilysys Inc	AGYS	3,283	56.8x	6/25/25	114.84	117.19	+2.0%	-1.9%
SMID Sleeper Grannies									
1	Tempus AI Inc	TEM	10,129	-	6/25/25	65.47	58.51	-10.6%	-14.6%
2	EnerSys	ENS	3,394	8.3x	6/25/25	84.80	87.94	+3.7%	-0.3%
3	Okta Inc	OKTA	17,075	27.3x	6/25/25	98.21	97.53	-0.7%	-4.7%
4	Science Applications Internati	SAIC	5,492	11.8x	6/25/25	107.60	117.16	+8.9%	+4.9%
5	Flowserve Corp	FLS	6,977	14.7x	6/25/25	48.59	53.37	+9.8%	+5.9%

Source: Fundstrat, Bloomberg



45 SMID Granny Shot Ideas: We performed our quarterly rebalance on 5/22. Full stock list here -> [Click here](#)

PS: if you are enjoying our service and its evidence-based approach, please leave us a positive 5-star review on Google reviews -> Click [here](#).



For Exclusive Use of Fundstrat Clients Only

fundstrat

HIGH-YIELD: Not bothered by tariff headlines



For Exclusive Use of Fundstrat Clients Only

fundstrat



FEDERAL RESERVE BANK of NEW YORK *Serving the Second District and the Nation*



SURVEY OF CONSUMER EXPECTATIONS

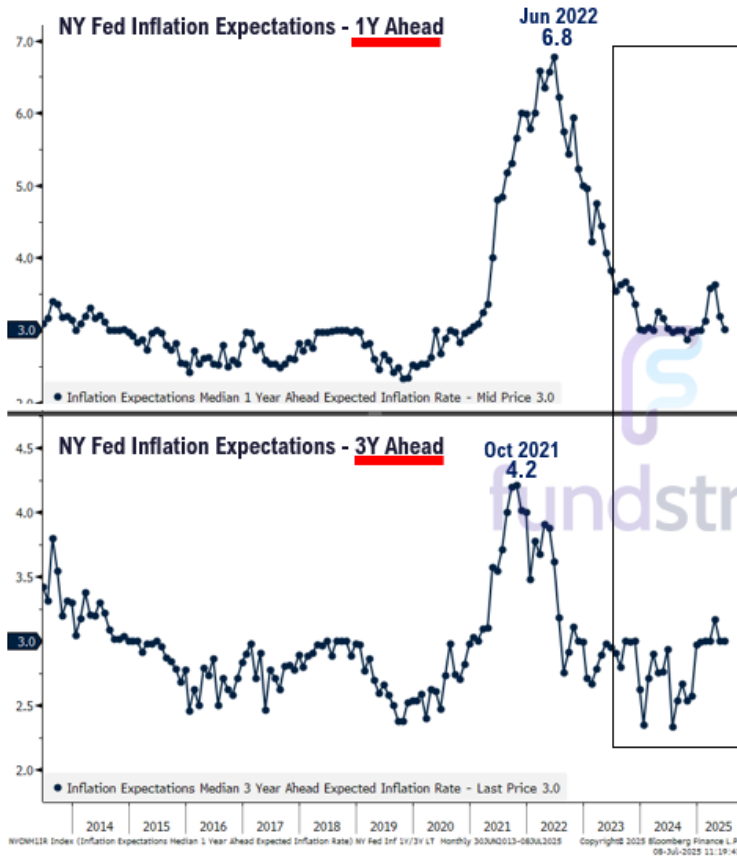
June Survey: Inflation Expectations Down at Short-Term, Unchanged at Medium- and Longer-Term Horizons; Financial Outlook Expectations Improve

- Median inflation expectations decreased by 0.2 percentage point (ppt) to 3.0 percent at the one-year-ahead horizon and were unchanged at 3.0 percent and 2.6 percent, respectively, at the three-year- and five-year-ahead horizons.
- Year-ahead expectations about households' financial situations improved, with a larger share of households expecting a better financial situation and a smaller share of households expecting a worse financial situation in one year from now.
- The mean perceived probability of losing one's job in the next twelve months decreased by 0.8 ppt to 14.0 percent, the lowest level since December 2024. The decrease was broad-based across age and education groups.
- Perceptions of credit access compared to a year ago showed a smaller share of households reporting it is harder to get credit. Expectations for future credit availability also improved in June, with a smaller share of respondents expecting it will be harder to obtain credit in the year ahead.

For Exclusive Use of Fundstrat Clients Only

fundstrat

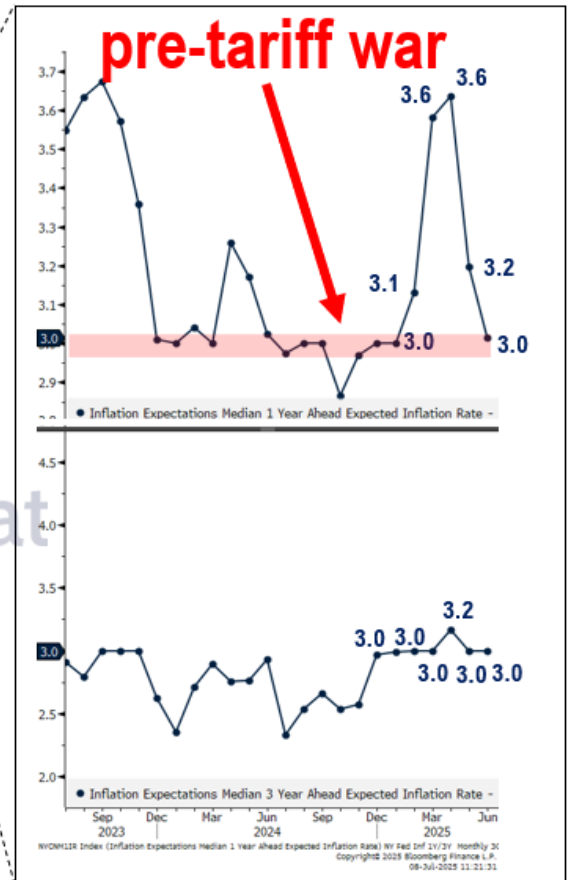
NY Fed Inflation Expectations (1Y and 3Y) Ahead Since 2013



Source: Fundstrat, NY Fed, Bloomberg

Back to

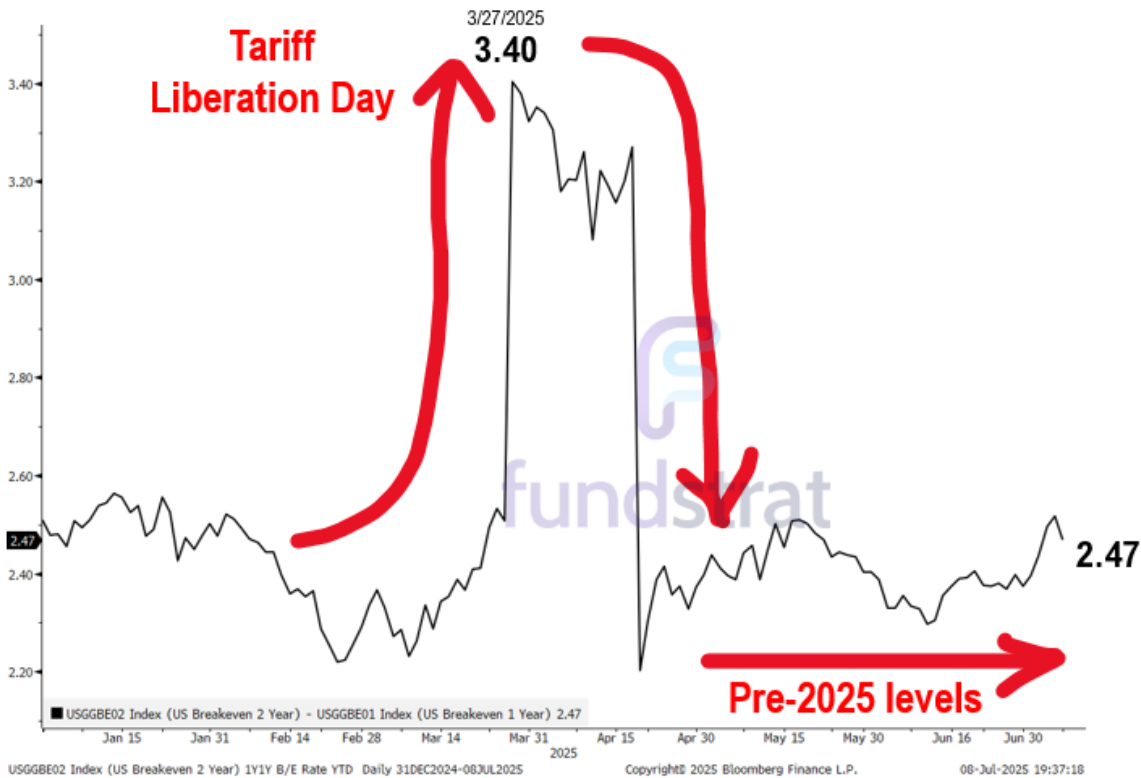
pre-tariff war



For Exclusive Use of Fundstrat Clients Only

fundstrat

1Y Inflation Breakeven, 1Y Forward YTD



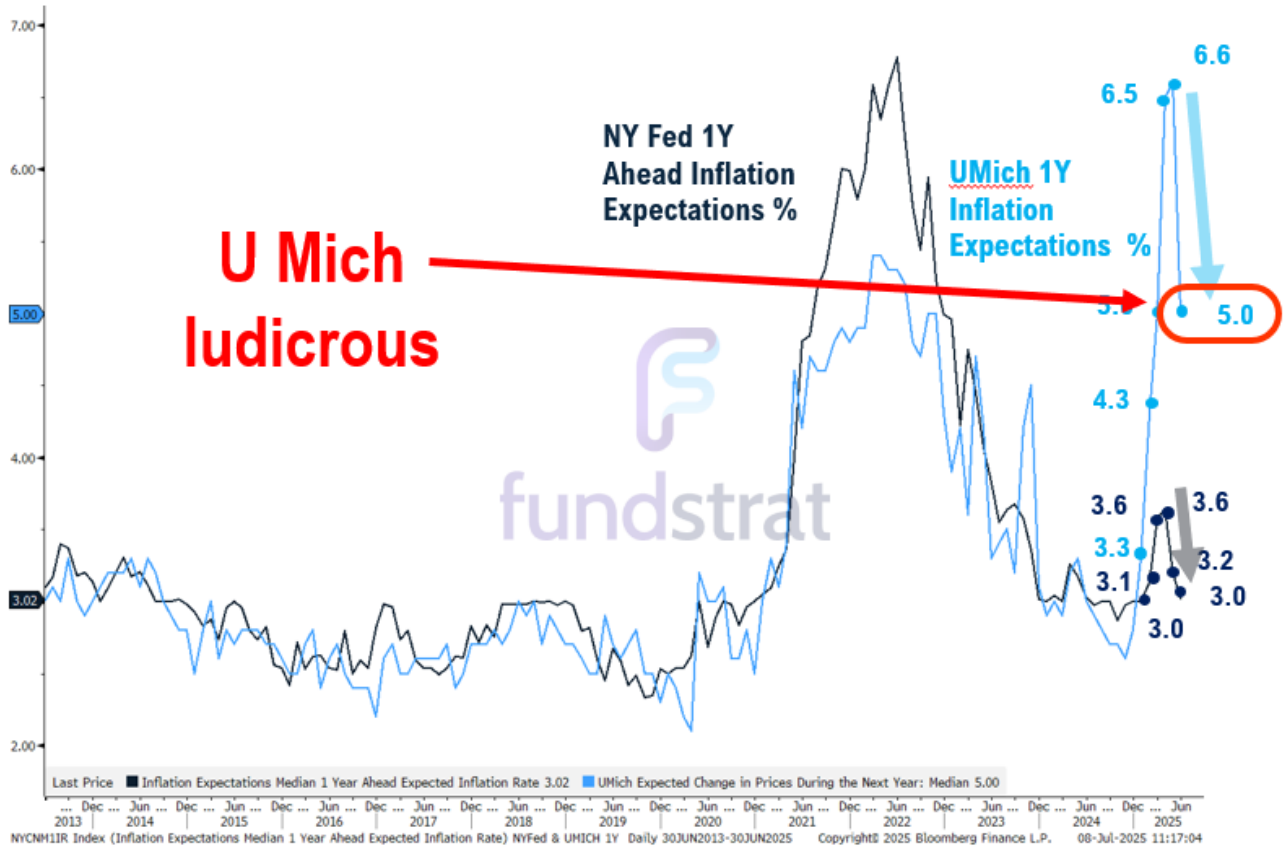
Source: Fundstrat, Bloomberg

For Exclusive Use of Fundstrat Clients Only

fundstrat

NY Fed 1Y Ahead Inflation Expectations Vs. UMich 1Y Inflation Expectations

Since 2013



Source: Fundstrat, Bloomberg

For Exclusive Use of Fundstrat Clients Only

fundstrat

STRATEGY

WHAT TO OWN: Stocks that benefit from a stronger 2026

		Last 8W	YTD
• Washed out stocks	Large-Cap SMID	1.5% -3.0%	14.0% 1.4%
• MAG7 & Bitcoin	Magnificent 7 Bitcoin	0.5% -1.6%	-4.7% 10.4%
• Industrials	Industrials	-0.3%	7.1%
• Financials: Large-cap and regional banks	Financials Regional Banks	-3.4% 0.4%	2.2% -1.2%
• Small-caps: especially as markets eye 2026	Small-Caps	0.3%	-5.9%

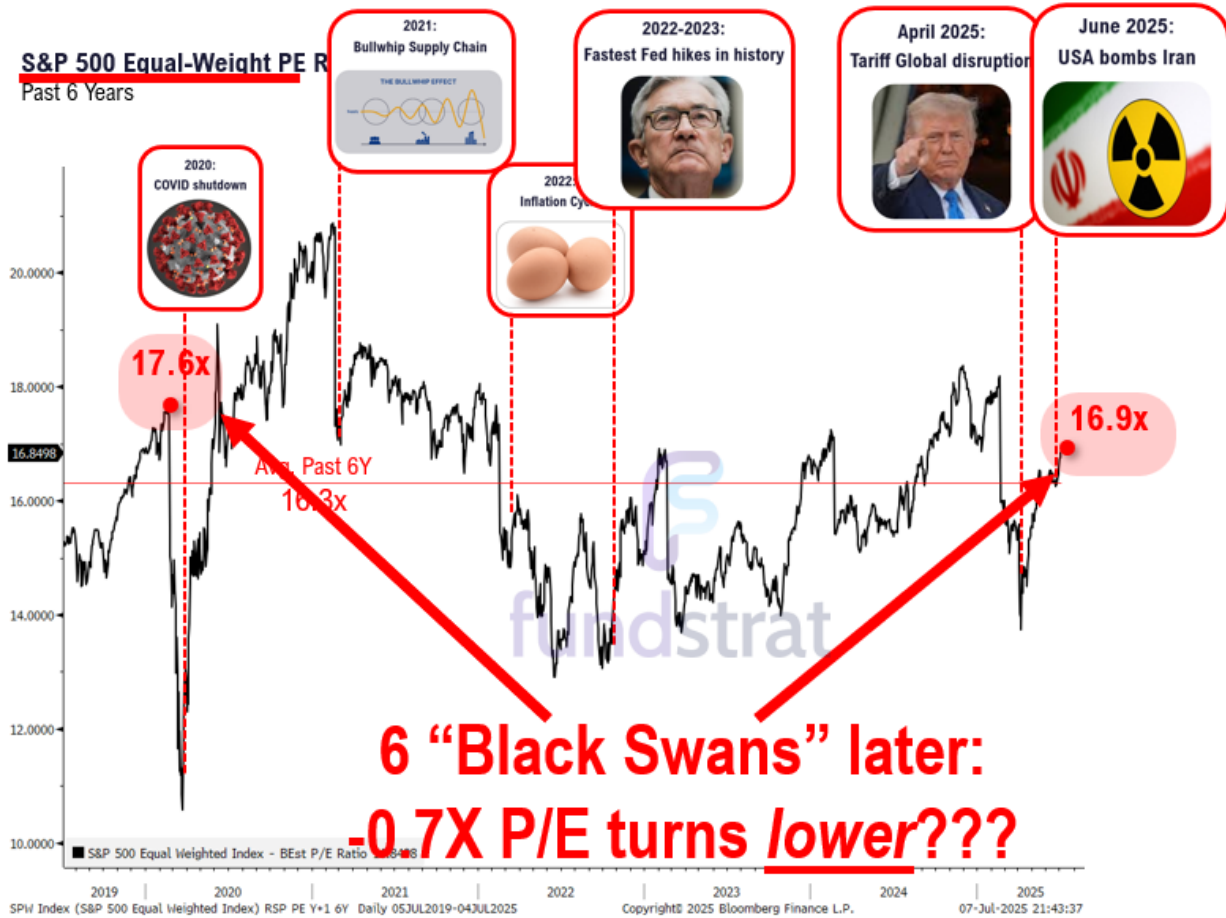
Source: Fundstrat, Bloomberg

*Washed Out Stocks' Performance Represent Average Relative Performance

**Dovish Fed 2026 =
rates sensitive should rally**

For Exclusive Use of Fundstrat Clients Only

fundstrat



Source: Fundstrat, Bloomberg

For Exclusive Use of Fundstrat Clients Only

fundstrat



For Exclusive Use of Fundstrat Clients Only

fundstrat

Key Incoming Data July:

- ~~7/1 9:45 AM ET: Jun F S&P Global Manufacturing PMI~~ **Tame**
- ~~7/1 10:00 AM ET: May JOLTS Job Openings~~ **Mixed**
- ~~7/1 10:00 AM ET: Jun ISM Manufacturing PMI~~ **Tame**
- ~~7/3 8:30 AM ET: Jun Non-farm Payrolls~~ **Mixed**
- ~~7/3 8:30 AM ET: May Trade Balance~~ **Tame**
- ~~7/3 9:45 AM ET: Jun F S&P Global Services PMI~~ **Tame**
- ~~7/3 10:00 AM ET: May F Durable Goods Orders MoM~~ **Tame**



- ~~7/3 10:00 AM ET: Jun ISM Services PMI~~ **Tame**
- ~~7/8 6:00 AM ET: Jun Small Business Optimism Survey~~ **Tame**
- ~~7/8 9:00 AM ET: Jun F Manheim Used Vehicle Index~~ **Mixed**
- ~~7/8 11:00 AM ET: Jun NY Fed 1yr Inf Exp~~ **Tame**
- 7/9 2:00 PM ET: Jun FOMC Meeting Minutes
- 7/15 8:30 AM ET: Jun Core CPI MoM
- 7/15 8:30 AM ET: Jul Empire Manufacturing Survey
- 7/16 8:30 AM ET: Jun Core PPI MoM
- 7/17 8:30 AM ET: Jul Philly Fed Business Outlook
- 7/17 8:30 AM ET: Jun Retail Sales
- 7/17 9:00 AM ET: Jul M Manheim Used Vehicle Index
- 7/17 10:00 AM ET: Jul NAHB Housing Market Index
- 7/17 4:00 PM ET: May Net TIC Flows
- 7/18 10:00 AM ET: Jul P U. Mich. 1yr Inf Exp
- 7/22 10:00 AM ET: Jul Richmond Fed Manufacturing Survey
- 7/23 10:00 AM ET: Jun Existing Home Sales
- 7/24 8:30 AM ET: Jun Chicago Fed Nat Activity Index
- 7/24 9:45 AM ET: Jul P S&P Global Services PMI
- 7/24 9:45 AM ET: Jul P S&P Global Manufacturing PMI
- 7/24 10:00 AM ET: Jun New Home Sales
- 7/24 11:00 AM ET: Jul Kansas City Fed Manufacturing Survey
- 7/25 8:30 AM ET: Jun P Durable Goods Orders MoM
- 7/28 10:30 AM ET: Jul Dallas Fed Manuf. Activity Survey
- 7/29 9:00 AM ET: May S&P CS home price 20-City MoM
- 7/29 10:00 AM ET: Jul Conference Board Consumer Confidence



- 7/29 10:00 AM ET: Jun JOLTS Job Openings
- 7/30 8:30 AM ET: 2Q A GDP QoQ
- 7/30 2:00 PM ET: Jul FOMC Decision
- 7/31 8:30 AM ET: Jun Core PCE MoM
- 7/31 8:30 AM ET: 2Q ECI QoQ

Economic Data Performance Tracker 2025:

Data item	2025											
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
S&P Global Manufacturing PMI	Tame	Tame	Tame	Tame	Tame	Tame						
ISM Manufacturing PMI	Tame	Tame	Tame	Tame	Tame	Tame						
JOLTS Job Openings	Tame	Tame	Tame	Tame	Mixed							
Durable Goods Orders	Tame	Tame	Tame	Tame	Tame							
S&P Global Services PMI	Tame	Tame	Tame	Tame	Tame	Tame						
ISM Services PMI	Tame	Tame	Tame	Tame	Tame	Tame						
Trade Balance	Tame	Tame	Tame	Tame	Tame							
Non-Farm Payrolls	Tame	Tame	Hot	Tame	Tame	Mixed						
Manheim Used Vehicle Index	Tame	Tame	Tame	Hot	Tame	Mixed						
NYFed 1yr Inf Exp	Tame	Tame	Mixed	Mixed		Tame						
Small Business Optimism Survey	Tame	Tame	Tame	Tame	Tame	Tame						
CPI	Hot	Tame	Tame		Tame							
PPI	Hot	Tame	Tame		Tame							
FOMC Rate Decision	Tame		Dovish		Mixed	Mixed						
FOMC Meeting Minutes	Tame		Mixed		Mixed							
Fed Releases Beige Book	Mixed	Tame		Mixed								
U. Mich. 1-yr inflation Expectation	Hot	Hot	Hot	Mixed	Mixed	Tame						
Empire Manufacturing Survey	Tame	Tame	Tame	Tame	Tame	Tame						
Retail Sales Data	Tame	Tame	Tame	Tame	Tame							
Net TIC Flows	Tame	Tame	Tame	Tame								
NAHB Housing Market Index	Tame	Tame	Tame	Tame	Tame	Tame						
Philly Fed Business Outlook	Mixed	Tame	Tame	Tame	Tame	Tame						
Existing Home Sales	Tame	Tame	Tame	Tame	Tame							
Dallas Fed Manuf. Activity Survey	Tame	Tame	Tame	Tame	Tame	Tame						
Chicago Fed Nat Activity Index	Tame	Tame	Tame	Tame	Tame							
S&P CoreLogic CS home price	Tame		Tame	Tame								
Conference Board Consumer Confidence	Tame	Tame	Tame	Tame	Tame	Tame						
Existing Home Sales	Tame	Tame	Tame	Tame	Tame							
New Home Sales	Tame	Tame	Tame	Tame	Tame							
PCE Deflator	Tame	Mixed	Tame		Mixed							

Data item	2025			
	1Q	2Q	3Q	4Q
Treasury QRA Announcement				
Non-Farm Productivity	Tame			
Unit Labor Costs	Tame			
GDP	Tame			
Employment Cost Index	Tame			

Source: Fundstrat, Bloomberg

Economic Data Performance Tracker 2024:



	2024											
Data item	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
S&P Global Manufacturing PMI	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
ISM Manufacturing PMI	Mixed	Tame	Mixed	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
JOLTS Job Openings	Tame	Tame	Tame	Tame	Tame		Tame	Tame	Tame	Tame	Tame	Tame
Durable Goods Orders			Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
S&P Global Services PMI	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
ISM Services PMI	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Mixed	Mixed	Tame	Tame
Trade Balance			Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Non-Farm Payrolls	Hot	Mixed	Hot	Tame	Hot	Tame	Tame	Tame	Hot	Tame	Tame	Hot
Manheim Used Vehicle Index	Mixed	Tame	Tame	Tame	Tame	Tame	Mixed	Tame	Tame	Mixed	Mixed	Tame
NYFed 1yr Inf Exp	Tame		Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Small Business Optimism Survey				Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
CPI	Mixed	Mixed	Hot	Tame	Tame	Tame	Tame	Tame	Hot	Tame	Tame	Tame
PPI	Mixed	Mixed	Tame	Mixed	Tame	Mixed	Tame	Tame	Tame	Tame	Mixed	Tame
FOMC Rate Decision	Dovish		Dovish		Dovish	Dovish	Dovish		Dovish		Dovish	Hawkish
FOMC Meeting Minutes	Dovish		Dovish		Dovish	Dovish	Dovish		Dovish		Dovish	Tame
Fed Releases Beige Book			Tame	Tame	Tame		Tame		Tame	Dovish		Dovish
U. Mich.1-yr inflation Expectation	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Empire Manufacturing Survey	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Hot	Tame
Retail Sales Data	Tame	Tame	Mixed	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Net TIC Flows			Tame	Tame	Tame	Tame	Tame	Tame	Hot	Tame	Tame	Tame
NAHB Housing Market Index	Mixed	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Philly Fed Business Outlook	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Existing Home Sales				Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Dallas Fed Manuf. Activity Survey	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Chicago Fed Nat Activity Index			Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
S&P CoreLogic CS home price	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Mixed
Conference Board Consumer Confidence	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
Existing Home Sales				Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
New Home Sales				Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
PCE Deflator	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame

	2024			
Data item	1Q	2Q	3Q	4Q
Treasury QRA Announcement		Tame	Tame	
Non-Farm Productivity	Tame	Tame	Tame	Tame
Unit Labor Costs	Tame	Tame	Tame	Tame
GDP	Tame	Tame	Tame	Tame
Employment Cost Index	Mixed	Tame	Tame	Tame

Source: Fundstrat, Bloomberg

Economic Data Performance Tracker 2023:



Data item	2023											
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
S&P Global Manufacturing PMI								Mixed		Tame	Tame	Mixed
ISM Manufacturing PMI					Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
JOLTS Job Openings					Tame	Tame	Tame	Hot	Mixed	Tame	Tame	Mixed
Durable Goods Orders												
S&P Global Services PMI											Tame	Tame
ISM Services PMI				Tame	Tame	Tame	Tame	Mixed	Tame	Mixed	Tame	Tame
Trade Balance												
Non-Farm Payrolls				Tame	Tame	Mixed	Tame	Tame	Mixed	Tame	Tame	Mixed
Manheim Used Vehicle Index				Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame	Tame
NYFed 1yr Inf Exp							Tame	Tame	Mixed	Tame	Tame	Tame
Small Business Optimism Survey												
CPI				Tame	Tame	Tame	Tame	Mixed	Mixed	Tame	Tame	Tame
PPI				Tame	Tame	Tame	Tame	Tame	Mixed	Tame	Tame	Tame
FOMC Rate Decision				Dovish	Dovish		Dovish		Hawkish		Dovish	Dovish
FOMC Meeting Minutes					Dovish			Mixed	Dovish		Dovish	Dovish
Fed Releases Beige Book									Tame	Tame	Tame	
U. Mich.1-yr inflation Expectation				Tame	Tame	Tame	Tame	Mixed	Tame	Tame	Tame	Tame
Empire Manufacturing Survey								Mixed	Tame	Tame	Tame	Tame
Retail Sales Data									Hot	Tame	Tame	Tame
Net TIC Flows												
NAHB Housing Market Index							Tame	Tame	Tame	Tame	Tame	Tame
Philly Fed Business Outlook								Tame	Mixed	Tame	Tame	Mixed
Existing Home Sales									Tame			
Dallas Fed Manuf. Activity Survey										Tame	Tame	Tame
Chicago Fed Nat Activity Index												
S&P CoreLogic CS home price				Tame	Tame	Tame		Mixed	Tame	Tame	Tame	Tame
Conference Board Consumer Confidence						Tame	Tame	Tame		Tame	Tame	Tame
Existing Home Sales									Tame			
New Home Sales												
PCE Deflator				Tame	Tame	Tame	Tame		Tame	Tame	Tame	Tame

Data item	2023			
	1Q	2Q	3Q	4Q
Treasury QRA Announcement				Tame
Non-Farm Productivity			Tame	Tame
Unit Labor Costs				
GDP			Mixed	Tame
Employment Cost Index		Tame	Mixed	

Source: Fundstrat, Bloomberg

Disclosures

This research is for the clients of FS Insight only. FSI Subscription entitles the subscriber to 1 user, research cannot be shared or redistributed. For additional information, please contact your sales representative or FS Insight at fsinsight.com.

Analyst Certification (Reg AC)

Tom Lee, CFA, the research analyst denoted by an "AC" on the cover of this report, hereby certifies that all of the views expressed in this report accurately reflect his personal views, which have not been influenced by considerations of the firm's business or client relationships. Neither I, nor a member of my household is an officer, director, or advisory board member of the issuer(s) or has another significant affiliation with the issuer(s) that is/are the subject of this research report. There is a possibility that we will from time to time have long or short positions in, and buy or sell, the securities or derivatives, if any, referred to in this research.

Conflicts of Interest

This research contains the views, opinions and recommendations of FS Insight. At the time of publication of this report, FS Insight does not know of, or have reason to know of any material conflicts of interest.

General Disclosures

FS Insight is an independent research company and is not a registered investment advisor and is not acting as a broker dealer under any federal or state securities laws.

FS Insight is a member of IRC Securities' Research Prime Services Platform. IRC Securities is a FINRA registered broker-dealer that is focused on supporting the independent research industry. Certain personnel of FS Insight (i.e. Research Analysts) are registered representatives of IRC Securities, a FINRA member firm registered as a broker-dealer with the Securities and Exchange Commission and certain state securities regulators. As registered representatives and independent contractors of IRC Securities, such personnel may receive commissions paid to or shared with IRC Securities for transactions placed by FS Insight clients directly with IRC Securities or with securities firms that may share commissions with IRC Securities in accordance with applicable SEC and FINRA requirements. IRC Securities does not distribute the research of FS Insight, which is available to select institutional clients that have engaged FS Insight.

As registered representatives of IRC Securities our analysts must follow IRC Securities' Written Supervisory Procedures. Notable compliance policies include (1) prohibition of insider trading or the facilitation thereof, (2) maintaining client confidentiality, (3) archival of electronic communications, and (4) appropriate use of electronic communications, amongst other compliance related policies.

FS Insight does not have the same conflicts that traditional sell-side research organizations have because FS Insight (1) does not conduct any investment banking activities, and (2) does not manage any



investment funds.

This communication is issued by FS Insight and/or affiliates of FS Insight. This is not a personal recommendation, nor an offer to buy or sell nor a solicitation to buy or sell any securities, investment products or other financial instruments or services. This material is distributed for general informational and educational purposes only and is not intended to constitute legal, tax, accounting or investment advice. The statements in this document shall not be considered as an objective or independent explanation of the matters. Please note that this document (a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and (b) is not subject to any prohibition on dealing ahead of the dissemination or publication of investment research. Intended for recipient only and not for further distribution without the consent of FS Insight.

This research is for the clients of FS Insight only. Additional information is available upon request. Information has been obtained from sources believed to be reliable, but FS Insight does not warrant its completeness or accuracy except with respect to any disclosures relative to FS Insight and the analyst's involvement (if any) with any of the subject companies of the research. All pricing is as of the market close for the securities discussed, unless otherwise stated. Opinions and estimates constitute our judgment as of the date of this material and are subject to change without notice. Past performance is not indicative of future results. This material is not intended as an offer or solicitation for the purchase or sale of any financial instrument. The opinions and recommendations herein do not take into account individual client circumstances, risk tolerance, objectives, or needs and are not intended as recommendations of particular securities, financial instruments or strategies. The recipient of this report must make its own independent decision regarding any securities or financial instruments mentioned herein. Except in circumstances where FS Insight expressly agrees otherwise in writing, FS Insight is not acting as a municipal advisor and the opinions or views contained herein are not intended to be, and do not constitute, advice, including within the meaning of Section 15B of the Securities Exchange Act of 1934. All research reports are disseminated and available to all clients simultaneously through electronic publication to our internal client website, fsinsight.com. Not all research content is redistributed to our clients or made available to third-party aggregators or the media. Please contact your sales representative if you would like to receive any of our research publications.

Copyright © 2025 FS Insight LLC. All rights reserved. No part of this material may be reprinted, sold or redistributed without the prior written consent of FS Insight LLC.