Weekly Commentary

GAMMA ASSET MANAGEMENT

Key weekly points: **November 10, 2025**

- The U.S. government shutdown entered its 38th day, delaying major data releases, including the nonfarm payrolls report, and causing disruptions to federal services and benefits.Political uncertainty dominated headlines, with Senate leaders reportedly nearing a deal to reopen the government, though divisions over healthcare subsidies persisted.
- U.S. Consumer sentiment fell sharply, with the University of Michigan index dropping to 50.3 in November—the lowest in over three years—amid worries about the prolonged government shutdown. The October ISM Manufacturing Index signalled contraction at 48.7, marking the eighth straight month below 50, while the ISM Services Index improved to 52.5, suggesting moderate expansion.
- Analysts noted a widening gap between Wall Street and Main Street: corporate profits and margins remain strong, but wage growth and consumer confidence continue to weaken.
- Corporate earnings season neared completion, with over 80% of S&P 500 companies having reported results—blended earnings growth stands near 12.5%, but positive reactions have been muted amid valuation concerns.
- Market strategists from major banks expressed optimism on earnings momentum but warned of risks from concentrated leadership in AI-related stocks and the potential for profit-taking as investors reassess lofty expectations and valuations.
- The S&P 500 fell 1.6% for the week, marking its first weekly decline since early October, while the NASDAQ dropped 3.08% and the Russell 2000 fell 1.85%, led by weakness in the technology sector. Technology shares slumped 4.2%, with Super Micro Computer down 23% after missing earnings expectations and providing weak guidance.
- Treasury yields fluctuated through the week, with the ten-year yield around 4.1% and the two-year near 3.6%. Yields declined later in the week as risk-off sentiment increased.
- Credit spreads widened modestly as U.S. investment-grade spreads hit +82 basis points, the widest in four months, while high-yield spreads rose roughly 10 basis points to near 300.
- Corporate debt issuance was heavy early in the week—over $55 billion of new investment-grade bonds—driven by strong earnings and favorable funding conditions.
- Emerging-market debt activity remained strong, with new issuances from Brazil, Ecuador, and Peru attracting solid investor demand.
- Oil and commodities remain supported by improved U.S.-China relations and uncertainty in Russia-Ukraine conflict which pushed oil prices up after new sanctions were unveiled.

Global Equity Markets

Major Equity Indexes				
United States	Value	WTD	MTD	YTD
S&P 500	6,728.8	-1.63%	-1.63%	14.40%
Dow Jones	46,987.1	-1.21%	-1.21%	10.44%
Nasdaq	23,004.5	-3.04%	-3.04%	19.13%
Russell 2000 (US Small Cap)	2,432.8	-1.88%	-1.88%	9.09%
Europe	Value	WTD	MTD	YTD
Euro Stoxx (Euro)	5,566.5	-1.69%	-1.69%	13.70%
FTSE 100 (UK)	9,682.6	-0.36%	-0.36%	18.47%
CAC 40 (France)	7,950.2	-2.10%	-2.10%	7.72%
DAX (Germany)	23,570.0	-1.62%	-1.62%	18.39%
Ibex 35 (Spain)	15,901.4	-0.82%	-0.82%	37.14%
Asia	Value	WTD	MTD	YTD
Nikkei (Japan)	50,276.4	-4.07%	-4.07%	26.02%
Hang Seng (Hong Kong)	26,241.8	1.29%	1.29%	30.82%
CSI 300 (China)	4,678.8	0.82%	0.82%	18.90%
Latam	Value	WTD	MTD	YTD
Brazil Bovespa	154,063.5	3.02%	3.02%	28.08%
Mexico	63,376.1	0.97%	0.97%	28.00%

Volatility	Value	7d	30d	Start of Year
VIX	19.1	17.4	16.3	17.9

Commodities	Value	WTD	MTD	YTD
Oil (WTI)	59.8	-2.02%	-2.02%	-16.69%
Gold (Spot - USD/Oz)	4,001.3	-0.04%	-0.04%	52.46%
Silver (Spot - USD/Oz)	48.1	-0.04%	-0.04%	57.46%
Copper (USD/MT)	10,716.5	-1.57%	-1.57%	22.22%
Zinc (USD/MT)	3,056.5	0.03%	0.03%	2.62%
Bitcoin	103,837.9	-5.11%	-5.11%	10.80%

Global Fixed Income Markets

Government Bonds Yields				
United States	Value	7d	30d	Start of Year
FED Rate (Effective Rate)	3.87	3.86	4.10	4.33
US Treasury 2y	3.56	3.57	3.58	4.24
US Treasury 10y	4.10	4.08	4.12	4.56
International	Value	7d	30d	Start of Year
Germany 10y	2.67	2.63	2.68	2.38
France 10y	3.46	3.42	3.51	3.23
UK 10y	4.46	4.41	4.71	4.59
LatAm (USD)	Value	7d	30d	Start of Year
Brazil 10y	6.21	6.06	6.10	7.15
Mexico 10y	5.68	5.54	5.55	6.68
Colombia 10y	6.73	6.73	6.82	7.72
Dom Rep 10y	5.95	5.84	5.86	6.66
Panama 10y	5.90	5.74	5.97	7.71
Salvador 10y	7.15	7.05	7.39	8.05

Corporate Spreads	Value	7d	30d	Start of Year
US Investment Grade (IG)	0.82	0.78	0.73	0.80
US High Yield (HY)	2.96	2.81	2.73	2.82
EM Latam	2.68	2.60	3.02	3.30
CDX EM*	98.28	98.38	97.87	97.03

Foreign Exchange Markets	Value	WTD	MTD	YTD
Dollar Index (DXY)	99.60	-0.20%	-0.20%	-8.19%
Euro	1.16	0.25%	0.25%	11.71%
UK Pound	1.32	0.08%	0.08%	5.16%
Brazilian Real	5.33	0.81%	0.81%	15.74%
Mexican Peso	18.45	0.56%	0.56%	12.91%
Colombian Peso	3783.68	1.89%	1.89%	16.42%
Chilean Peso	945.70	-0.36%	-0.36%	5.34%
Dominican Peso	64.40	-0.24%	-0.24%	-5.12%
Costa Rican Colon	503.14	-0.20%	-0.20%	1.48%

Source: Bloomberg. As of November 07, 2025. *Markit CDX Emerging Markets Index is quoted in price.