

Equities

Equity markets remained turbulent, characterized by sharp volatility driven by trade policy uncertainty and macro concerns. The S&P 500 and Nasdaq slid into bear market territory early in the week, then staged a historic rally on Wednesday as most country-specific tariffs were postponed 90 days. The Nasdaq 100's 12.2% one-day surge was its largest since 2001. While the S&P 500 ended the week 5.70% higher, the VIX finishing near 40 better demonstrates investors' current stance on risk. Chinese stocks were pummeled, down -8% as the U.S. upped tariffs to 145%.

Fixed income

The yield curve steepened sharply as confidence in long-term U.S. Treasuries wavered. The 10-year yield surged 50 bps to 4.49% amid intense volatility. While some of the move can be attributed to fewer expected Fed rate cuts, much of it came from the term premium, suggesting investors are demanding more excess yield to hold Treasury bonds. The U.S. administration acknowledged bond market volatility as a reason for postponing tariff implementation. The Bloomberg Agg fell -2.54%, bonds' worst week since the Treasury market seized up in March 2020. Loans outperformed high yield bonds as credit spreads were little changed.

Commodities

Crude prices were little changed after a volatile week, finishing around \$60/bbl. U.S. oil production dipped below all-time highs, and lower prices will likely weight on output going forward. Oil prices are unlikely to rebound until global economic uncertainty fades. Gold shot higher as the market's geopolitical uncertainty trade du jour, finishing above \$3,200/oz for the first time ever. Copper - facing twin risks of a slower global economy and potential tariffs - rebounded somewhat.

Economic overview

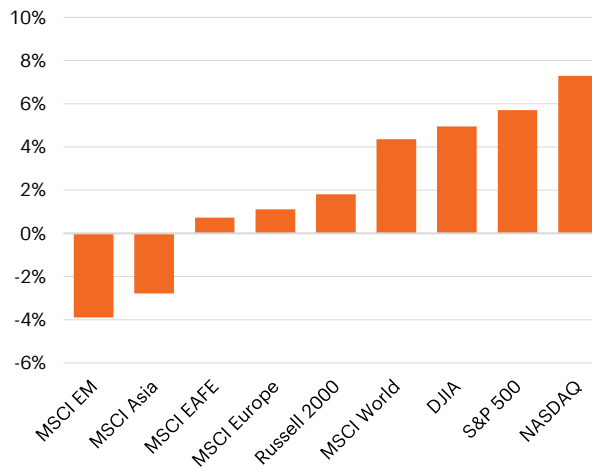
Inflation data were benign, with core CPI rising only 0.1% m/m, but markets cared little about stale data as tariffs dominate the outlook. Univ. of Michigan's April consumer survey showed sentiment declining to near 45-year lows, with weakness across every type of household. 1-year inflation expectations rose to 6.7%, the highest since 1981. Still, the labor market remains resilient, with initial jobless claims sticking around 220k per week.

Equities (price index)		MTD	QTD	YTD	2024
S&P 500	5,363.36	-4.43%	-4.43%	-8.81%	23.31%
DJIA	40,212.71	-4.26%	-4.26%	-5.48%	12.88%
NASDAQ	16,724.46	-3.32%	-3.32%	-13.39%	28.64%
Russell 2000	1,860.21	-7.54%	-7.54%	-16.59%	10.02%
MSCI World	3,471.27	-4.34%	-4.34%	-6.38%	17.00%
MSCI Europe	2,104.24	-4.37%	-4.37%	5.06%	-0.87%
MSCI EAFE	2,297.70	-4.30%	-4.30%	1.59%	1.15%
MSCI Asia	173.29	-4.82%	-4.82%	-4.59%	7.23%
MSCI EM	1,045.20	-5.10%	-5.10%	-2.82%	5.05%
VIX	37.56	15.28	15.28	20.21	4.90

Fixed income (total return index)		MTD	QTD	YTD	2024
Barclays U.S. Agg	2,212.19	-1.68%	-1.68%	1.06%	1.25%
Inv. grade bonds	3,281.50	-2.49%	-2.49%	-0.24%	2.13%
High yield bonds	2,644.96	-2.40%	-2.40%	-1.42%	8.19%
Leveraged Loans	4,025.14	-1.38%	-1.38%	-0.91%	8.95%

Alternatives (total return index)		MTD	QTD	YTD	2024
FTSE NAREIT	23,874.31	-7.43%	-7.43%	-4.89%	4.92%
REIT Index					
GS Commodity Index	525.16	-7.56%	-7.56%	-4.45%	2.61%
Alerian MLP Index	2,317.53	-12.29%	-12.29%	-1.25%	24.41%

Last week's equity returns



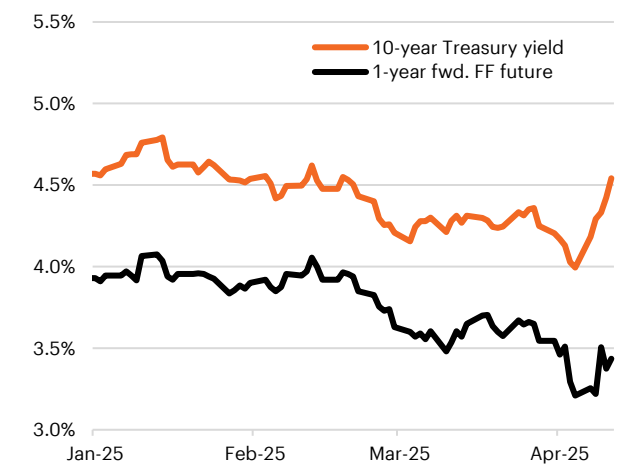
Commodities		MTD	QTD	YTD	2024
WTI Crude	\$61.50	-13.96%	-13.96%	-14.25%	0.10%
Brent Crude	\$64.76	-13.35%	-13.35%	-13.24%	-3.12%
Natural Gas	\$3.53	-14.37%	-14.37%	-2.92%	44.51%
Gold	\$3,222	3.18%	3.18%	22.01%	27.47%

Currency		MTD	QTD	YTD	2024
Dollar Index (DXY)	100.10	-3.94%	-3.94%	-7.73%	7.06%
USDCNY	7.29	0.49%	0.49%	-0.10%	2.81%
Bitcoin	83,821	1.70%	1.70%	-10.56%	120.46%

Spreads		MTD	QTD	YTD	2024
Inv. grade bonds	113 bps	19 bps	19 bps	33 bps	-19 bps
High yield bonds	419 bps	72 bps	72 bps	132 bps	-36 bps
Leveraged loans	462 bps	42 bps	42 bps	64 bps	-61 bps
Emerging markets	267 bps	31 bps	31 bps	47 bps	-77 bps

Interest rates		MTD	QTD	YTD	2024
Fed Funds Target	4.375%	4.375%	4.375%	4.375%	5.38%
SOFR	4.37%	-4 bps	-4 bps	-12 bps	-89 bps
2-year Treasury	3.96%	8 bps	8 bps	-28 bps	-1 bps
10-year Treasury	4.49%	28 bps	28 bps	-8 bps	69 bps
30-year Treasury	4.87%	30 bps	30 bps	9 bps	75 bps
Barclays U.S. Agg	4.86%	27 bps	27 bps	-4 bps	23 bps
Inv. grade bonds	5.55%	40 bps	40 bps	22 bps	27 bps
High yield bonds	8.58%	85 bps	85 bps	109 bps	-10 bps

Long yields, Fed expectations dislocate



Source: Bloomberg, as of 11:30am on April 11, 2025.

Equities

S&P 500: Leading single benchmark of large-cap U.S. equities, representing approximately 500 of the largest U.S. companies. **Dow Jones Industrial Average:** Price-weighted measure of 30 U.S. blue-chip companies. **NASDAQ:** Stock market index of stocks listed on the NASDAQ. Index is heavily weighted toward technology companies. **Russell 2000:** Index measuring performance of approximately 2,000 small-cap U.S. equities. **MSCI World Index:** Broad global equity benchmark including both developed and emerging markets. **MSCI Europe Index:** Equity benchmark that measures the performance of large and mid-cap equities across 15 developed countries in Europe. **MSCI EAFE Index:** Equity benchmark that represents the performance of large and mid-cap securities across 21 developed markets, including countries in Europe, Australasia and the Far East. **MSCI Asia Index:** Equity benchmark that captures large and mid-cap representation across developed market countries and emerging market countries in Asia. **MSCI Emerging Markets Index:** Equity benchmark representing 24 developing or emerging market countries, representing 10% of world market cap. For more info on these MSCI indices, visit MSCI.com. **CBOE Volatility Index (VIX):** Key measure of market expectations of near-term volatility conveyed by S&P 500 stock option price.

Credit

Bloomberg Barclays U.S. Aggregate Bond Index: Broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. **Bloomberg Barclays U.S. Corporate Index:** Measures the USD-denominated, investment-grade, fixed-rate bond market. **Bloomberg Barclays U.S. Corporate High Yield Index:** Measures the USD-denominated, high yield, fixed-rate bond market. **S&P/LSTA U.S. Leveraged Loan Index:** Market value-weighted index designed to measure the performance of the U.S. leveraged loan market.

Alternatives

FTSE NAREIT All Equity REITs Index: Free-float adjusted market cap-weighted index that includes all tax-qualified REITs listed in the NYSE, AMEX, and NASDAQ. **S&P GSCI:** First major investable commodity index. It is one of the most widely recognized benchmarks that is broad-based and production-weighted to represent the global commodity market beta. **Alerian MLP Index:** Leading gauge of energy MLPs, representing about 85% of total industry market cap. **HFRX Global Hedge Fund Index:** Index designed to be representative of the overall composition of the hedge fund universe, comprised of all eligible hedge fund strategies.

Commodities

Generic 1st Crude Oil (WTI Crude): Front-month West Texas Intermediate Crude Oil futures. **Generic 1st Brent Crude Oil (Brent Crude):** Front-month Brent Crude futures. **Generic 1st Natural Gas:** Front-month natural gas futures. **Generic 1st Gold, 100 oz:** Front-month gold (100 oz) futures.

Currency

Dollar Spot Index: Indicates the general international value of the USD by averaging the exchange rates between the USD and major world currencies. **USDCNY:** price of 1 USD in CNY (the Chinese renminbi, or yuan). **Bitcoin:** price of 1 Bitcoin in USD.

Spreads

Bloomberg Barclays U.S. Corporate Index: Measures the USD-denominated, investment grade, fixed-rate, taxable bond market. **Bloomberg Barclays U.S. Corporate High Yield Index:** Measures the USD-denominated, high yield, fixed-rate bond market. **Bloomberg S&P/LSTA U.S. Leveraged Loan Index:** Market value-weighted index designed to measure the performance of the U.S. leveraged loan market. **Barclays EM USD Aggregate Index:** Flagship hard currency emerging market debt benchmark that includes USD-denominated debt from sovereign, quasi-sovereign and corporate EM issuers.

Interest rates

Fed funds target: Target rate for the federal funds policy rate, set by the Federal Reserve each meeting. This rate is an “overnight rate,” i.e., it is the rate charged by depository institutions (banks) to each other for overnight loans. **SOFR:** Secured Overnight Financing Rate (SOFR) measures the cost of borrowing cash overnight collateralized by Treasuries. **ICE 3-Month London Interbank Offered Rate (LIBOR):** Average interest rate at which leading banks borrow funds of a sizable amount from other banks in the London market. LIBOR is the most widely used “benchmark” or reference rate for short-term interest rates. **Treasury rates:** Market yields for U.S. Treasury securities with maturities of 2, 10 and 30 years. **Bloomberg Barclays U.S. Aggregate Bond Index:** Broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. **Bloomberg Barclays U.S. Corporate Index:** Measures the USD-denominated, investment grade, fixed-rate, taxable bond market. **Bloomberg Barclays U.S. Corporate High Yield Index:** Measures the USD-denominated, high yield, fixed-rate bond market.

Sources: Bureau of Labor Statistics (BLS), Department of Labor, Bureau of Economic Analysis (BEA), International Monetary Fund (IMF), OECD, Federal Reserve, Institute for Supply Management (ISM), Mortgage Bankers Association (MBA), U.S. Census Bureau, Standard & Poor's, Bank of America Merrill Lynch, Bloomberg, Macrobond.

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