

Market and Economic Highlights

- ▶ The S&P 500 and NASDAQ both hit new highs in June
- ▶ Treasury prices rose as 2-year and 10-year yields declined
- ▶ The Fed's June meeting showed a growing split on whether to cut rates
- ▶ Markets are now pricing in more than 50 basis points of Fed rate cuts in 2025
- ▶ Tariffs, trade, the reconciliation bill and geopolitics all made big headlines

Sources: Bloomberg, FactSet

Market Returns

Market Index	1-Month	3-Month	YTD	1-Year
Bloomberg 9-12 Month T-Bill	0.42%	0.98%	2.06%	5.08%
Bloomberg 1-5 Year Government	0.75%	1.38%	3.45%	6.11%
Bloomberg Intermediate U.S. Gov/ Credit A or Better	1.00%	1.57%	4.06%	6.51%
Bloomberg Intermediate U.S. Agg.	1.28%	1.51%	4.16%	6.69%
S&P 500	5.08%	10.94%	6.20%	15.14%
Russell 2000	5.43%	8.50%	-1.79%	7.66%

Source: Bloomberg; As of 6/30/25

FEATURED MARKET DATA

Drivers of Bond Yields

Term premium is the additional compensation investors require to hold longer-dated bonds and it is a primary driver of the upward-sloping yield curve. Treasury rates, considered the risk-free benchmark for each maturity, typically reflect the average expected federal funds rate over that period plus the term premium for bearing duration risk. In the years following the Great Financial Crisis, term premiums were persistently negative, as investors saw limited risk for higher short-term rates or inflation. However, term premiums have turned mostly positive in recent years. This shift is indicative of renewed investor focus on risks including inflation, government debt levels and dollar strength.

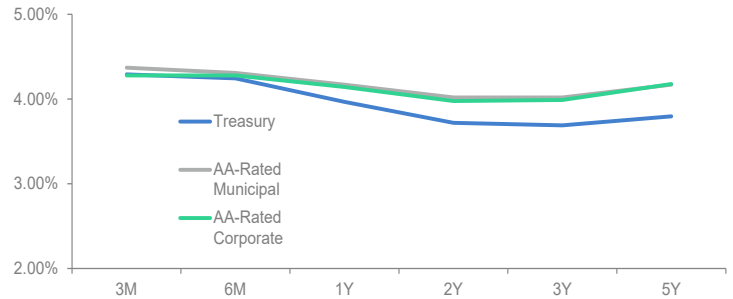
Source: Bloomberg, FactSet

10-Year Treasury Yields and Term Premium



Source: Bloomberg

Market Yields



Source: Bloomberg; As of 6/30/25

U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Consumer Price Index (YoY)	06/11/25	MAY	2.4%	2.4%	2.3%
Existing Home Sales	06/23/25	MAY	3.95M	4.03M	4.00M
Consumer Confidence	06/24/25	JUN	99.8	93.0	98.4 (R)
Chicago Fed National Activity Index	06/26/25	MAY	-0.13	-0.28	-0.36 (R)
Personal Income	06/27/25	MAY	0.3%	-0.4%	0.7% (R)
Personal Spending	06/27/25	MAY	0.1%	-0.1%	0.2%
Core PCE (YoY)	06/27/25	MAY	2.6%	2.7%	2.6% (R)
Change in Nonfarm Payrolls	07/03/25	JUN	106K	147K	144K (R)
Unemployment Rate	07/03/25	JUN	4.3%	4.1%	4.2%

Source: Bloomberg; As of 7/3/25. Glossary terms on following page.

Contact Information



KENT JOHNSON
Senior Vice President,
Director
PMA Securities, LLC
763.497.1490 Ext. 1300
kjohnson@pmanetwork.com



STEVE PUMPER
Senior Vice President,
Financial Consultant
PMA Network, LLC
612.509.2565
spumper@pmanetwork.com

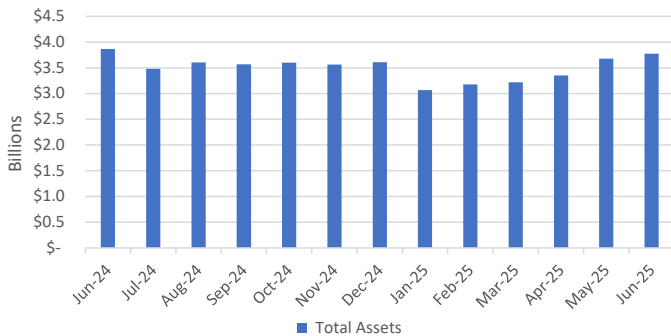


Liquid Investment Rates | Past 6 Months

Rates as of 6/30/25
MN Trust IS: 4.24%



Total Fund Assets | Year over Year



As of 6/30/25: \$3,773,483,243.10
(Total Assets)

Holiday Calendar 2025

Fund Closed	Holiday Observed
Monday, September 1	Labor Day
Monday, October 13	Columbus Day
Tuesday, November 11	Veterans Day