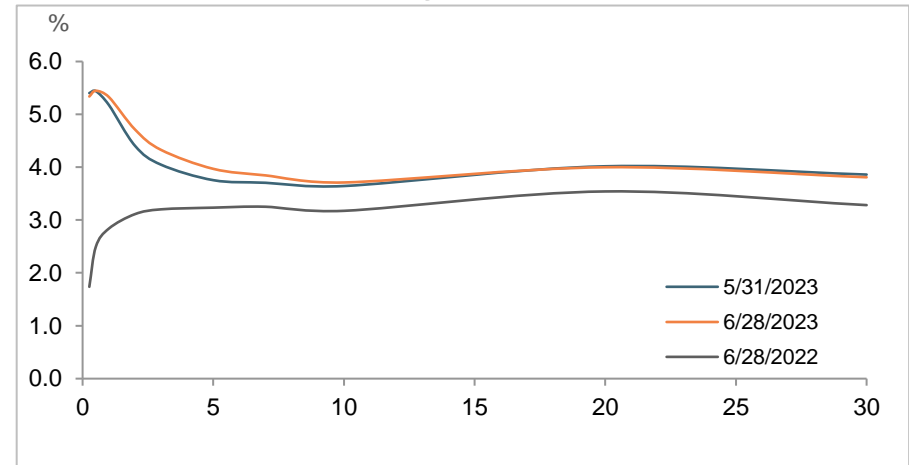




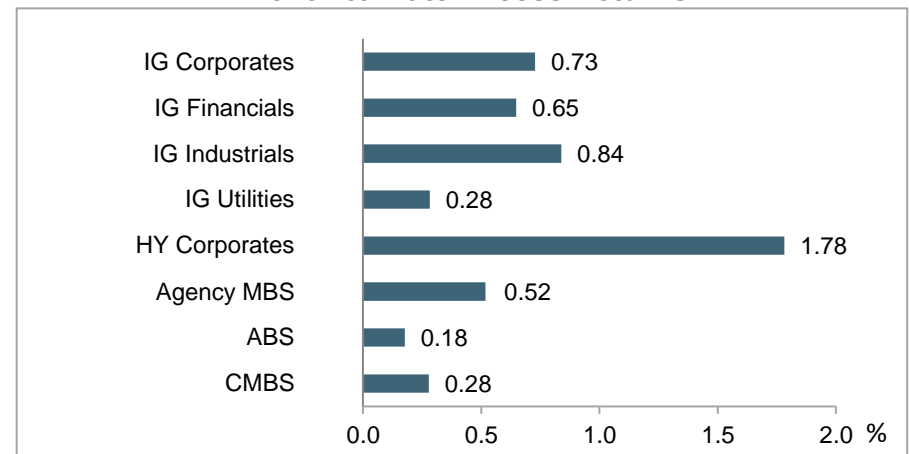
- Investor confidence was reinforced this week by positive economic data related to employment and consumer optimism, healthy business spending, and a robust housing market
 - Durable goods orders rose for the third straight month in May, rising 1.7% month-over-month, while consumer confidence in June reached its highest level since January 2022, as inflation expectations continued to moderate
 - New home sales reached their peak level since February 2022, up 12.2% month-over-month, while the median sales price for new homes fell 7.6% year-over-year to \$416k
 - Jobless claims fell to 239k this week, below the 265k expected, while continuing claims also fell short of expectations
- The Federal Reserve (Fed) conducted its annual stress test on 23 major US lenders; all the banks passed the exam, providing confidence in the banking sector's ability to withstand a possible global recession
- Corporate issuance slowed this week as investment-grade issuers priced roughly \$14 billion, short of market expectations, while high-yield issuance reached over \$2 billion
 - Investment-grade spreads tightened only 1bp week-over-week to 130bps, while high-yield spreads tightened 4bps to 413bps
- High-yield corporates extended month-to-date performance, posting an excess return of 1.78%, after receiving a boost from light supply and stronger than expected economic data
- Activity in the CMBS new issue market remained minimal with year-to-date issuance of \$17 billion, down 75% from this time last year
- Municipal bond mutual funds saw weekly inflows of \$338 million, bringing year-to-date contributions to over \$2.6 billion

Treasury Yield Curve



Maturity	2-year	5-year	10-year	20-year	30-year
6/28/2023	4.71	3.97	3.71	4.00	3.81
MTD Change	0.31	0.21	0.06	-0.02	-0.05

Month-to-Date Excess Returns



Sources: Bloomberg and Bloomberg Index Services Limited

Excess returns are the curve-adjusted excess return of a given index relative to a term structure-matched position in Treasuries. The views contained in this report are those of IR+M and are based on information obtained by IR+M from sources that are believed to be reliable but IR+M makes no guarantee as to the accuracy or completeness of the underlying third-party data used to form IR+M's views and opinions. This report is for informational purposes only and is not intended to provide specific advice, recommendations, or projected returns for any particular IR+M product. No part of this material may be reproduced in any form, or referred to in any other publication, without express written permission from Income Research + Management. "Bloomberg®" and Bloomberg Indices are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by IR+M. Bloomberg is not affiliated with IR+M, and Bloomberg does not approve, endorse, review, or recommend the products described herein. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to any IR+M product.