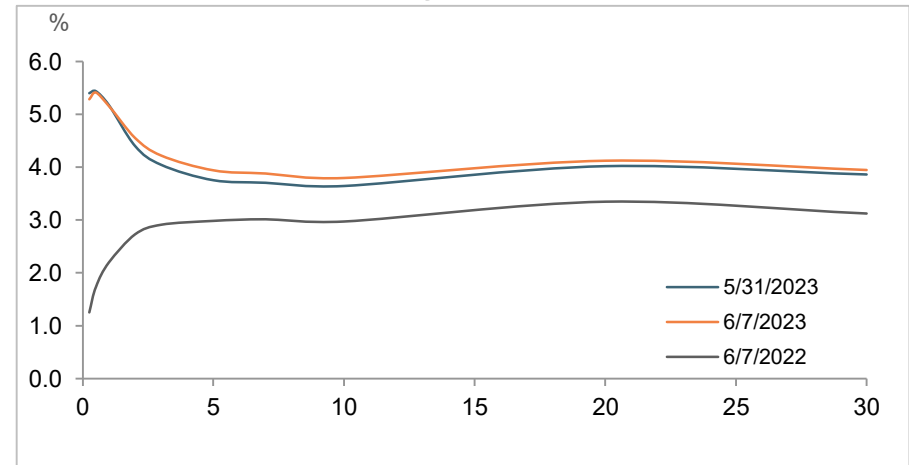




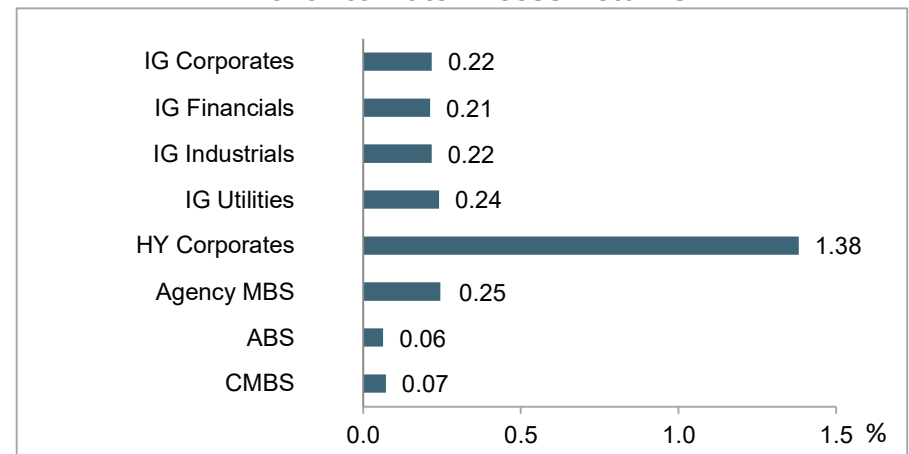
- Mixed economic data released this week led investors to downplay the likelihood of further rate hikes at next week's FOMC meeting
 - The US added 339,000 jobs in May, beating estimates; however, unemployment ticked up to 3.7%
 - May ISM Manufacturing data fell to 46.9 from 47.1 in April, remaining in contractionary territory; ISM Services fell from 51.9 to 50.3, with the biggest decline coming from new orders
- Treasury yields climbed higher week-over-week; the 10-year Treasury yield closed up 15bps to 3.80%, while the 30-year closed 9bps higher at 3.95%
- Issuers rushed to the primary market ahead of the FOMC meeting next week, surpassing weekly estimates of \$20 billion through Monday's session alone, as over \$48 billion priced this week
 - Regional banks returned to the primary market, a first since the recent banking crisis in March, as three issuers supplied \$10 billion and were met with healthy demand
 - Investment-grade corporate spreads tightened 2bps week-over-week to 136bps
- High-yield issuance reached over \$4 billion; year-to-date issuance totaled \$84 billion
 - The yield of the Bloomberg High Yield Index fell 18bps week-over-week to 8.63%, and spreads tightened 37bps to 422bps
- Asset-backed securities (ABS) underperformed other securitized sectors as new issuance in June is projected to be heavy
- After \$30 billion of municipal bonds were issued in May, supply is expected to shrink to about \$13 billion in June, as issuance typically declines during the summer months

Treasury Yield Curve



Maturity	2-year	5-year	10-year	20-year	30-year
6/7/2023	4.56	3.94	3.80	4.12	3.95
MTD Change	0.15	0.19	0.15	0.10	0.09

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.