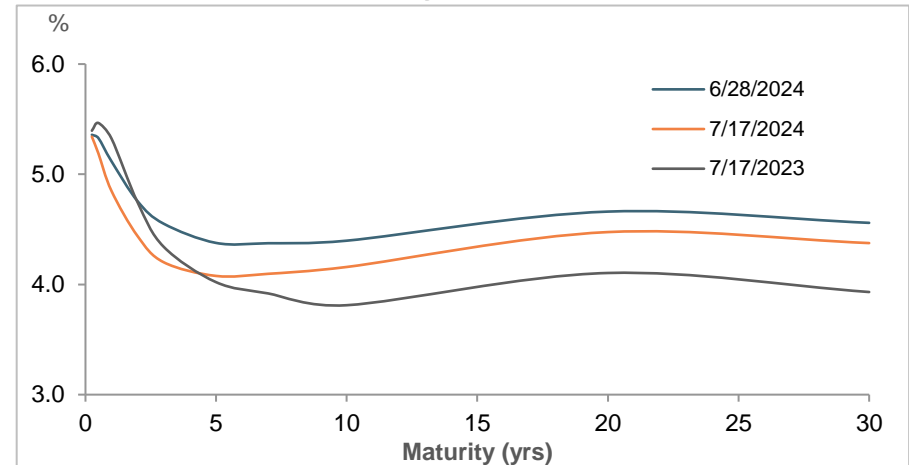




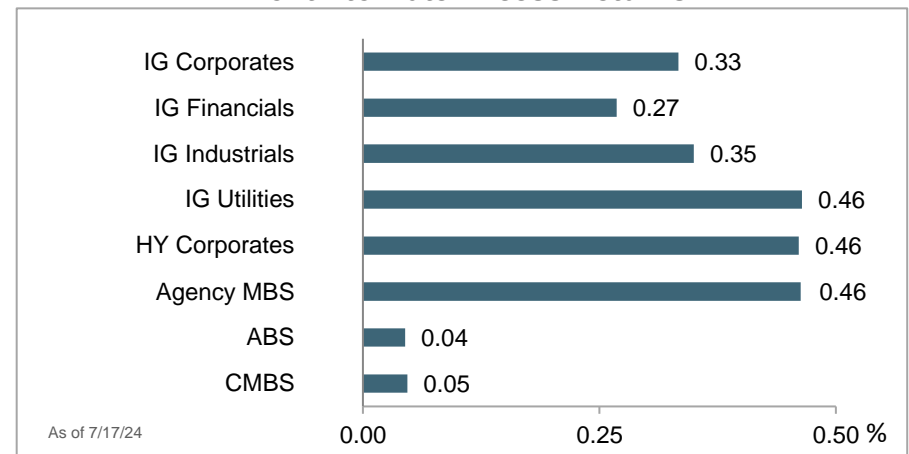
- Markets digested a heavy slate of news developments this week, including an assassination attempt on former President Trump, weakness in technology equity shares, and dovish comments from Fed officials
 - US retail sales beat estimates during June, as consumers directed spending toward categories where prices have fallen
 - The Producer Price Index (PPI) rose 2.6% year-over-year, slightly above estimates; however, the PPI components that contribute to Core PCE were significantly lower than expected
- Several Federal Reserve (Fed) officials spoke this week, highlighting improved data on inflation and signaling rate cuts may be around the corner, which sent Treasury yields tumbling across the curve
 - The 2-year yield fell 18bps to 4.44% and the 30-year yield dropped 10bps to 4.38%
- Investment-grade issuers priced \$38 billion this week, above estimates, with large domestic banks leading the majority of issuance
 - Corporate spreads widened by 1bp week-over-week to 91bps, and yields dropped 13bps to 5.21%
- High-yield bonds recorded their longest gaining streak since 2020 of 11-straight days; meanwhile, primary market activity was light, with only \$1 billion of supply
 - Spreads tightened by 3bps to close at 304bps, and yields fell 19bps lower to 7.61%, the lowest level since last December
- Following the largest month of supply since 2006, the continued issuance of asset-backed securities (ABS) led ABS to underperform other securitized products
- Year-to-date municipal issuance totaled \$246 billion, over 36% higher than this time last year, as states and municipalities seek funding to finance new infrastructure projects and have issued tax-exempt debt to refinance Build America Bonds

Treasury Yield Curve



Maturity	2-year	5-year	10-year	20-year	30-year
7/17/2024	4.44	4.08	4.16	4.48	4.38
MTD Change	-0.32	-0.30	-0.24	-0.19	-0.18

Month-to-Date Excess Returns



Sources: Bloomberg and Bloomberg Index Services Limited. All commentary and data as of 7/18/24 unless otherwise noted.

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.