Weekly Market Pulse

Week ending November 7, 2025

Market developments

Equities: Global equity markets experienced a volatile week, with a general trend towards a cautious or defensive sentiment as the week closed. A tech-led selloff in the U.S. and concerns about high valuations, particularly in the technology sector, led to losses. Asian markets showed some firmness, particularly in Hong Kong, driven by hopes around China's tech self-sufficiency push.

Fixed Income: This week, fixed income markets were influenced by shifting expectations regarding monetary policy as inflation data and economic indicators emerged. U.S. Treasury yields fluctuated, with the short end of the curve seeing upward pressure. Overall, the fixed income market remained dynamic, with credit spreads tightening slightly in response to stable corporate earnings, while municipal bonds continued to attract interest from investors seeking relative safety.

Commodities: The commodities sector showed mixed performance. Crude oil prices traded lower, while natural gas and fuel products posted strong advances while, precious metals, like gold and silver, saw small gains.

Performance (price return)

SECURITY	PRICE	WEEK	1 MONTH	3 MONTH	YTD
Equities ($Local)					
S&P/TSX Composite	29,912.19	-1.15%	-1.45%	7.75%	20.97%
S&P 500	6,728.80	-1.63%	0.21%	6.13%	14.40%
NASDAQ	23,004.54	-3.04%	0.95%	8.29%	19.13%
DAX	23,569.96	-1.62%	-3.35%	-2.57%	18.39%
NIKKEI 225	50,276.37	-4.07%	4.85%	22.45%	26.02%
Shanghai Composite	3,997.56	1.08%	2.96%	9.83%	19.27%
Fixed Income (Performance in %)					
Canada Aggregate Bond	243.96	0.20%	1.11%	2.86%	3.65%
US Aggregate Bond	2339.16	0.06%	0.45%	2.13%	6.86%
Europe Aggregate Bond	247.67	-0.22%	0.60%	0.41%	1.60%
US High Yield Bond	28.75	-0.24%	-0.19%	1.71%	7.13%
Commodities ($USD)					
Oil	59.87	-1.82%	-3.01%	-6.28%	-16.52%
Gold	4001.66	-0.03%	0.42%	17.82%	52.47%
Copper	495.90	-2.55%	-2.72%	12.74%	23.16%
Currencies ($USD)					
US Dollar Index	99.54	-0.26%	0.98%	1.16%	-8.25%
Loonie	1.4033	-0.16%	-0.59%	-2.05%	2.50%
Euro	0.8646	0.25%	-0.79%	-0.86%	11.72%
Yen	153.43	0.36%	-1.00%	-4.10%	2.46%

Source: Bloomberg, as of November 7, 2025

Central Bank Interest Rates

Central Bank	Current Rate	March 2026 Expected Rate*
Bank of Canada	2.25%	2.19%
U.S. Federal Reserve	4.00%	3.50%
European Central Bank	2.00%	1.87%
Bank of England	4.00%	3.62%
Bank of Japan	0.50%	0.72%

Source: Bloomberg, as of November 7, 2025

*Expected rates are based on bond futures pricing

Macro developments

Canada – Signs of Stabilisation in Manufacturing, Unemployment Rate Falls Unexpectedly

The S&P Global Canada Manufacturing PMI rose to 49.6 in October from 47.7 in September, showing the slowest contraction since January. Output and new orders declined at a softer pace, though tariffs and trade uncertainty continued to weigh on exports and input costs. Employment fell slightly as firms avoided hiring, while selling price inflation picked up. Business confidence improved but remained below trend due to ongoing trade policy concerns.

Canada's unemployment rate dropped to 6.9% in October from 7.1%, defying expectations for no change. Employment rose by 66,600 jobs, while the number of unemployed individuals fell by 49,200. Joblessness declined for core-aged men and was stable for core-aged women, while youth unemployment fell for the first time since February. Long-term unemployment remained steady at 21.3% of the jobless population.

U.S. – Manufacturing Weakens Further

The ISM U.S. Manufacturing PMI dropped to 48.7 in October, marking eight straight months of contraction. Production, new orders, inventories and backlogs all declined, while employment continued to shrink as firms focused on managing headcount. Price pressures eased and supplier deliveries slowed. Only two major industries, Food, Beverage & Tobacco Products and Transportation Equipment, expanded.

International – U.K. Holds Rates, Eurozone Prices and Retail Sales Fall

The Bank of England kept its rate at 4% in a close 5–4 vote, with rising support for easing. Policymakers noted progress in disinflation, supported by weaker pay growth and a softening economy. Risks to the inflation target are now more balanced, though further rate cuts will depend on incoming data. If disinflation continues, gradual rate reductions are likely.

Eurozone industrial producer prices fell 0.1% in September, driven by lower energy costs. Prices for intermediate and capital goods were flat, while durable and non-durable consumer goods saw slight increases. On a yearly basis, prices declined 0.2%, matching expectations and continuing the downward trend from August.

Retail sales in the Euro Area fell 0.1% in September, missing expectations and marking a third month of weak performance. Fuel and non-food sales declined, while food, drinks and tobacco sales were flat. Among major economies, Italy, the Netherlands and France saw declines, while Spain and Germany posted modest gains. Annual growth slowed to 1.0% from 1.6%.

Quick look ahead

DATE	COUNTRY / REGION	EVENT		SURVEY	PRIOR
08-Nov-25	China	PPI YoY	Oct	(2.3)	(2.3)
08-Nov-25	China	CPI YoY	Oct	(0.1)	(0.3)
11-Nov-25	United Kingdom	ILO Unemployment Rate 3Mths	Sep	4.9	4.8
12-Nov-25	Japan	PPI YoY	Oct	2.5	2.7
12-Nov-25	Japan	PPI MoM	Oct	0.3	0.3
13-Nov-25	United Kingdom	GDP QoQ	3Q P	0.2	0.3
13-Nov-25	United Kingdom	GDP YoY	3Q P	1.35	1.4
13-Nov-25	United States	CPI MoM	Oct	0.21	0.3
13-Nov-25	United States	Core CPI MoM	Oct	0.26	0.2
13-Nov-25	United States	CPI YoY	Oct	3.05	3.0
13-Nov-25	United States	Core CPI YoY	Oct	3.0	3.0
13-Nov-25	China	Retail Sales YoY	Oct	2.8	3.0
13-Nov-25	China	Retail Sales YTD YoY	Oct	4.4	4.5
14-Nov-25	Eurozone Aggregate	GDP SA QoQ	3Q S	0.2	0.2
14-Nov-25	Eurozone Aggregate	GDP SA YoY	3Q S	1.3	1.3
14-Nov-25	United States	Retail Sales Advance MoM	Oct		
14-Nov-25	United States	Retail Sales Ex Auto MoM	Oct		
14-Nov-25	United States	Retail Sales Ex Auto and Gas	Oct		
14-Nov-25	United States	PPI Final Demand MoM	Oct		
14-Nov-25	United States	PPI Ex Food and Energy MoM	Oct		
14-Nov-25	United States	PPI Final Demand YoY	Oct		
14-Nov-25	United States	PPI Ex Food and Energy YoY	Oct		

P = Preliminary
S= Second

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