



# OLAP NEWSLETTER | MARKET UPDATE

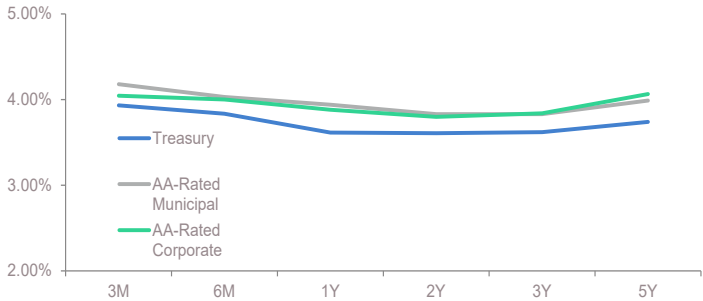
OCTOBER 2025

## Market and Economic Highlights

- The Federal Reserve resumed rate cuts with their first 25bps reduction of 2025
- Forward guidance indicated a more rapid pace of cuts but some post-meeting comments have been more hawkish
- Equities climbed another month with the S&P 500 finishing 3.5% higher
- Credit spreads tightened as corporate bond demand remained strong
- Nonfarm payrolls again missed expectations, signaling further labor market cooling
- Government shutdown threatening key data release schedules

Sources: Bloomberg, FactSet

## Market Yields



Source: Bloomberg Finance L.P. As of 9/30/25.

## Market Returns

| Market Index                                        | 1-Month | 3-Month | YTD    | 1-Year |
|-----------------------------------------------------|---------|---------|--------|--------|
| Bloomberg 9-12 Month T-Bill                         | 0.43%   | 1.20%   | 3.29%  | 4.27%  |
| Bloomberg 1-5 Year Government                       | 0.23%   | 1.14%   | 4.63%  | 3.78%  |
| Bloomberg Intermediate U.S. Gov/ Credit A or Better | 0.36%   | 1.39%   | 5.50%  | 3.76%  |
| Bloomberg Intermediate U.S. Agg.                    | 0.66%   | 1.79%   | 6.02%  | 3.82%  |
| S&P 500                                             | 3.64%   | 8.11%   | 14.81% | 17.56% |
| Russell 2000                                        | 3.11%   | 12.39%  | 10.38% | 10.74% |

Source: Bloomberg; As of 9/30/25.

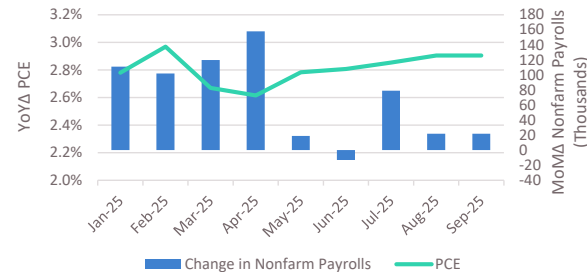
## FEATURED MARKET DATA

### The Fed and a Government Shutdown

Lawmakers failed to reach an agreement by the end of the day on September 30, resulting in a government shutdown that has furloughed hundreds of thousands of government workers. There are at least three important pieces of information to know about a government shutdown. First, the Federal Reserve will continue to operate as normal. Second, markets have historically performed well during past government shutdowns. Third, a government shutdown is different than the debt ceiling limit, which risks a Treasury default. This government shutdown, which last occurred in 2018, has arrived at a unique time where the Fed is in the middle of a policy easing cycle and is in need of current data on labor and inflation. This data will be delayed as a result of the government shutdown.

Source: Bloomberg, FactSet; As of 8/31/25.

## Recent Labor and Inflation Data



Source: Bloomberg; As of 9/30/25.

## U.S. Economic Indicators

| Event                      | Event Date | Period   | Survey | Actual | Prior / Revised (R) |
|----------------------------|------------|----------|--------|--------|---------------------|
| Consumer Price Index (YoY) | 09/11/25   | AUG      | 2.9%   | 2.9%   | 2.7%                |
| Initial Jobless Claims     | 09/25/25   | Sept. 20 | 233K   | 218K   | 232K (R)            |
| Existing Home Sales        | 09/25/25   | AUG      | 3.95M  | 4.00M  | 4.01M               |
| Personal Income            | 09/26/25   | AUG      | 0.3%   | 0.4%   | 0.4%                |
| Personal Spending          | 09/26/25   | AUG      | 0.5%   | 0.6%   | 0.5%                |
| Core PCE (YoY)             | 09/26/25   | AUG      | 2.9%   | 2.9%   | 2.9%                |
| Consumer Confidence        | 09/30/25   | SEP      | 96.0   | 94.2   | 97.8 (R)            |
| Change in Nonfarm Payrolls | TBD        | SEP      | 51K    | --     | 2K                  |
| Unemployment Rate          | TBD        | SEP      | 4.3%   | --     | 4.3%                |

Source: Bloomberg Finance L.P. As of 10/1/25. Glossary terms on following page.

## Contact Information

FUND DISTRIBUTOR: PMA SECURITIES, LLC

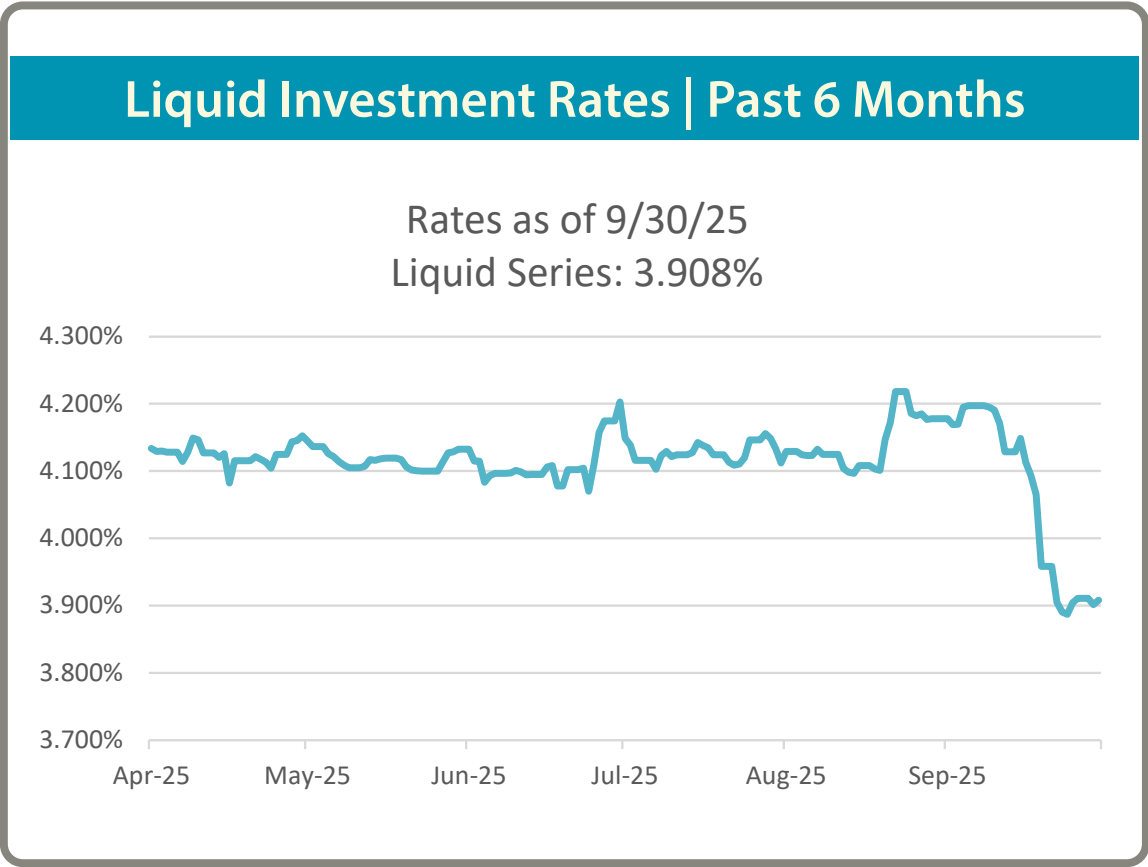
**Luis Estrada**  
Associate Vice President,  
Relationship Manager  
luis.estrada@ptma.com

**Sara Schnoor**  
Vice President,  
Investment Services  
sara.schnoor@ptma.com

**Wes Karsten**  
Associate Vice President,  
Investment Services  
wes.karsten@ptma.com

**Megan Foster**  
Senior Institutional  
Investment Specialist  
megan.foster@ptma.com

**Carson Buechele**  
Institutional  
Investment Specialist  
carson.buechele@ptma.com



Holiday Calendar 2025

| Fund Closed           | Holiday Observed |
|-----------------------|------------------|
| Monday, October 13    | Columbus Day     |
| Tuesday, November 11  | Veterans Day     |
| Thursday, November 27 | Thanksgiving Day |
| Thursday, December 25 | Christmas Day    |