

Monthly Market Commentary

Summer is here in full swing and so are the equity markets. The first half of the year was strong in terms of performance and low volatility. The key elements underlying this performance was the continued acceleration in both GDP and Corporate Profits on a YoY basis. Equity markets have also been resilient to any negative headlines, leading us to believe that the market is discounting a stronger economy going forward. Our work also suggests an acceleration in YoY GDP growth coupled with lower inflation, at least for the next few quarters, which should be a good setup for market performance. As we progress into the second half of the year, our conviction to stay long equities remains. Wishing you a happy 4th of July!