Before the Bell

An Ameriprise Investment Research Group Publication

March 10, 2025

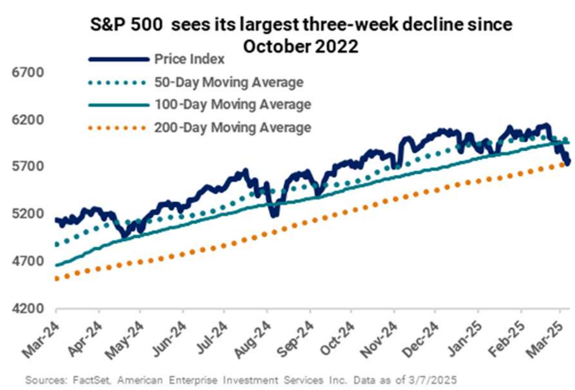
Starting the Day

- U.S. futures are pointing to a lower open.
- European markets are trading lower at midday.
- Asian markets ended mostly lower overnight.
- The S&P 500 sees its worst streak since October 2022.
- Trade headlines, inflation, and the U.S. consumer in focus.
- 10-year Treasury yield at 4.25%.
- West Texas Intermediate (WTI) oil is trading at $67.25.
- Gold is trading at $2,907.40

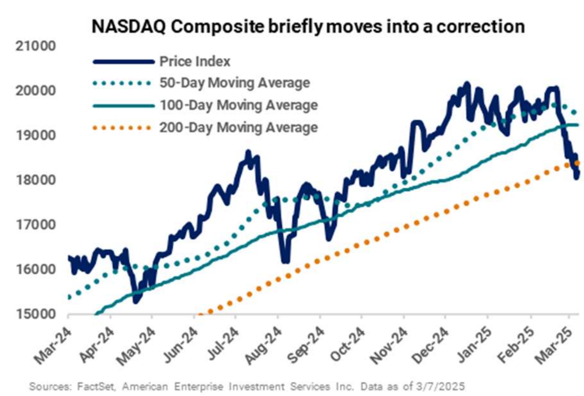
Market Perspectives

Anthony Saglimbene, Chief Market Strategist

Weekly Market Perspectives: Selling pressure across the market continued last week, as tariff headlines sapped investor confidence and technology stocks weighed on major U.S. equity averages. The S&P 500 Index recorded its third straight week of declines and is currently on its worst losing streak since the week ending October 7th, 2022. Notably, the NASDAQ Composite briefly fell 10% from its recent high, hitting a technical correction on Thursday before rebounding a bit on Friday. On-again, off-again tariff announcements from the White House elevated confusion across the market, and U.S. labor trends remained on firm footing last month.



This week, inflation reports, job openings data, and a preliminary look at March U of M consumer confidence will take the economic spotlight. However, tariff uncertainty, Washington drama around a budget resolution, and reactions to evolving stock conditions are also likely to take up a lot of oxygen this week.



Last Week in Review:

- The S&P 500 Index finished lower by 3.1%, its worst week since September 2024. The Index is now down 5.6% over the last three weeks and is off roughly the same amount from its all-time high in February. However, it's important to note that 5% - 10% drawdowns across major averages are not uncommon for stocks and tend to form around periods where policy or economic uncertainty is elevated.
- The NASDAQ Composite ended the week down 3.4%. The tech-heavy index briefly hit correction territory on Thursday (i.e., down 10% or more from its high) before finishing the week 9.9% off its December high. At one point during the week, Magnificent Seven stocks collectively were down more than 15% from their highs, while the Philadelphia Semiconductor Index entered a "bear market" (i.e., down more than 20% from its highwater mark). Although near-term conditions may

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continue to keep tech stocks volatile, such declines have historically offered attractive entry points for longer-term investors willing to ride out the ups and downs.

- The Dow Jones Industrials Average (-2.3%) and the Russell 2000 Index (-4.0%) also struggled during the week. Small-cap stocks are now down roughly 7% in 2025 and off almost 16% from their November high.
- U.S. Treasuries put in mixed performance across the curve, with yields on the 2-year and 10-year moving higher.
- The U.S. Dollar Index ended sharply lower across the major currencies, and West Texas Intermediate (WTI) crude fell for the seventh consecutive week. Gold finished higher.
- Concerns about a major global trade war took hold, as President Trump ordered 25% tariffs on Canada and Mexico to take effect while upping the tariff rate on China imports to 20% from 10%. However, Trump quickly rolled back tariffs on all United States-Mexico-Canada Agreement (USMCA) goods for one month before threatening Canada on Friday with as high as 250% tariffs on lumber and dairy imports. To be fair, such U.S. tariffs would match Canada's existing levies on dairy but, in our view, would have a limited impact on the U.S. economy if enacted. That said, trade volume between all three countries totaled $1.8 trillion in 2022, with much of the volume coming through USMCA. Yet, the high degree of uncertainty associated with nearly daily tariff threats/announcements/retaliatory responses and the lack of a well-thought-out communication strategy from the White House has quickly unnerved investors and lowered confidence in growth outlooks for this year. As a result, stocks have come under increasing pressure. And let's not forget that President Trump has yet to turn his tariff focus on the European Union, and reciprocal tariffs are set to begin on April 2nd.
- On the U.S. labor front, nonfarm payrolls grew by a healthy +151,000 last month, slightly below consensus, while the unemployment rate ticked higher to 4.1% from 4.0% in January. Federal employment shed 10,000 jobs in February, yet the bulk of the DOGE layoffs likely won't show up in the jobs report until May through September. And while federal government employment accounts for just 2% - 3% of the nonfarm payrolls report, government layoffs last month contributed to the Challenger report seeing its highest level of year-to-date layoffs since 2009.
- Finally, the European Central Bank (ECB) cut its policy rate for the fifth consecutive meeting and the sixth time since June 2024. However, policymakers may be more cautious about cutting as its policy rate approaches a more neutral level. And amid rising global threats, Germany's new government plans to significantly boost defense spending and relax some of its restrictions on debt funding.

A potential trade war isn't coming out of the blue. Have a plan for your investments.

In our view, President Trump is doing exactly what he campaigned on when it comes to tariff threats, and in part, recent actions/announcements are why a majority of Americans gave him a second term in the White House. Simply put, Trump believes the U.S. is being taken advantage of by some of our closest trading partners, and he is looking to reset how America trades with the rest of the world. His tool to exact change and rebalance trade between the U.S. and the rest of the world? Tariffs. Notably, major U.S. stock averages are now lower since election day, with stocks significantly off their recent highs and trading below their near and longer-term trend lines. In our view, the "magnitude" of the levies being put forth, the seemingly "squishy/evolving" near-term objectives the White House is attempting to accomplish, and the still undetermined effects of tariffs on the U.S. economy are what have recently sapped stock momentum.

Bottom line: The White House tariff strategy is currently beginning to erode confidence in future growth, trade stability, sentiment, and consumer/business spending outlooks, which, by the way, were all forecasted by many at the end of last year to be relatively solid in 2025 — partly based on the prospects for increased fiscal tailwinds such as lower taxes and less regulation. At least at present, the fiscal tailwinds investors assumed would help lift stocks this year have taken a backseat to aggressive tariff actions/announcements that are now weighing on equity prices. Unfortunately, we do not believe this environment is likely to change over the near-to-intermediate term, which could make investing difficult.

For investors trying to navigate through the uncertainty, well-established portfolio diversification strategies, high-quality equities, cash, fixed income, alternatives, income-producing strategies, and real assets can all help mitigate risk and possibly provide a little ballast in a portfolio should near-term equity pressure continue. And at some point, investors may want to consider using the dislocation in stocks to their benefit, either through dollar-cost averaging strategies or rebalancing efforts.

Our advice: Have a candid conversation with your Ameriprise Financial Advisor about your current investments, allocation, and risk tolerance. How would you feel if your portfolio dropped 5% or 10% from here? Is that an opportunity to invest more? And where would you invest new money? Or would such declines cause you concern or change your investment strategy? Your advisor can help answer these questions and structure a "proactive" approach to address current market volatility and keep your portfolio on track with your goals and objectives.

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The Week Ahead:

Consumer and producer inflation reports are expected to show some moderation in February, and a first look at March U of M consumer sentiment could show a modest uptick from February levels.

- On an annualized basis, Wednesday's headline Consumer Price Index (CPI) is expected to tick lower to +2.9% in February from +3.0% in January. February core CPI (ex-food and energy) is forecast to drop to an annualized rate of +3.2% from +3.3% the previous month. Yet, even if consumer inflation and producer prices (reported on Thursday) see slight declines, the Federal Reserve is likely to hold rate policy steady when it meets next week.
- Investors will be looking to see how consumers feel about their personal situation in the latest U of M survey (report on Friday) and following the last few weeks of market volatility/tariff headlines. In February, consumer sentiment declined meaningfully across all demographic groups, including age, income, and wealth, as concerns about inflation and tariffs rose significantly over January levels.
- In order to avoid a U.S. government shutdown, Congress will need to pass another continuing resolution before March 14th. Republicans are working on a proposal that would fund the government through the fall while reducing spending.

Stock Market Recap

Benchmark	Total Returns			LTM PE		Yield %	
	Weekly	MTD	YTD	Current	5-Year Median	Current	5-Year Median
S&P 500 Index: 5,770	-3.1%	-3.1%	-1.7%	25.8	24.6	1.3	1.5
Dow Jones Industrial Average: 42,802	-2.3%	-2.3%	0.9%	24.1	21.2	1.6	1.9
Russell 2000 Index: 5,158	-4.0%	-4.0%	-6.8%	58.1	39.0	1.4	1.3
NASDAQ Composite: 18,196	-3.4%	-3.4%	-5.7%	36.8	38.1	0.7	0.7
Best Performing Sector (weekly): Health Care	0.2%	0.2%	8.6%	26.9	22.6	1.6	1.6
Worst Performing Sector (weekly): Financials	-5.9%	-5.9%	1.7%	17.6	15.5	1.4	1.8

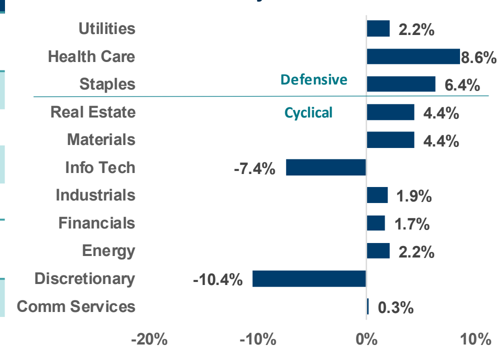
Source: Factset. Data as of 03/07/2025

Bond/Commodity/Currency Recap

Benchmark	Total Returns		
	Weekly	MTD	YTD
Bloomberg U.S. Universal	-0.5%	-0.5%	2.1%
West Texas Intermediate (WTI) Oil: $67.04	-4.2%	-4.2%	-7.5%
Spot Gold: $2,909.55	1.8%	1.8%	10.9%
U.S. Dollar Index: 103.84	-3.5%	-3.5%	-4.3%
Government Bond Yields	**Yield Chg**		
	Weekly	**MTD**	**YTD**
2-year U.S. Treasury Yield: 3.98%	1 bps chg	1 bps chg	-27 bps chg
10-year U.S. Treasury Yield: 4.31%	12 bps chg	12 bps chg	-27 bps chg

Source: Factset. Data as of 03/07/2025. bps = basis points

YTD Total Returns by S&P 500 Sector



Source: S&P Global, Factset. Data as of 03/07/2025

These figures are shown for illustrative purposes only and are not guaranteed. They do not reflect taxes or investment/product fees or expenses, which would reduce the figures shown here. An index is a statistical composite that is not managed. It is not possible to invest directly in an index. Past performance is not a guarantee of future results.

U.S. Premarket Indicators / Overnight International Market Activity

United States:

Here is a quick news rundown to start your morning:

- **Premarket activity points to a materially lower open.** After its worst week since September, the S&P 500 Index looks set to continue its losing streak at the open this morning. Over the weekend, President Trump told *Fox News* he thought there was a "period of transition" ahead for the U.S. economy, but he was optimistic about longer-run prospects. North of the border, former central bank head of Canada and the UK, Mark Carney, will replace Prime Minister Justin Trudeau as prime minister designate. Carney is expected to call a national election soon.

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Europe:

January German and Eurozone industrial production are on the docket this week, as is, a final look at February German CPI.

Asia-Pacific:

China announced new tariffs on Canada, including a 100% levy on rapeseed oil, rapeseed meal, and pea products, as well as a 25% tariff on pork and seafood imports. The new tariffs are scheduled to go into effect on March 20th. Beijing's latest actions are in response to Canada's 100% tariff on Chinese EVs and a 25% tariff on steel and aluminum, which were put in place in October

WORLD CAPITAL MARKETS

3/10/2025 As of: 8:30 AM ET

Americas	% chg.	% YTD	Value
S&P 500	0.6%	-1.7%	5,770.2
Dow Jones	0.5%	1.0%	42,801.7
NASDAQ Composite	0.7%	-5.7%	18,196.2
Russell 2000	0.4%	-6.8%	2,075.5
Brazil Bovespa	1.4%	4.0%	125,035
S&P/TSX Comp. (Canada)	0.7%	0.6%	24,758.8
Russell 3000	0.5%	-2.1%	3,278.5

Europe (Intra-day)	% chg.	%YTD	Value
DJSTOXX 50 (Europe)	-0.9%	11.0%	5,418.7
FTSE 100 (U.K.)	-0.5%	6.5%	8,640.5
DAX Index (Germany)	-1.0%	14.4%	22,771.4
CAC 40 (France)	-0.5%	9.6%	8,081.1
FTSE MIB (Italy)	-0.5%	12.3%	38,397.7
IBEX 35 (Spain)	-0.9%	13.8%	13,133.9
MOEX Index (Russia)	#VALUE!	#VALUE!	#N/A N/A

Asia/Pacific (Last Night)	% chg.	%YTD	Value
Nikkei 225 (Japan)	0.4%	-7.1%	37,028.3
Hang Seng (Hong Kong)	-1.8%	19.3%	23,783.5
Korea Kospi 100	0.3%	7.6%	2,570.4
Singapore STI	-0.4%	3.2%	3,899.1
Shanghai Comp. (China)	-0.2%	0.4%	3,366.2
Bombay Sensex (India)	-0.3%	-4.9%	74,115.2
S&P/ASX 200 (Australia)	0.2%	-1.1%	7,962.3

Global	% chg.	% YTD	Value
MSCI All-Country World Idx	0.2%	1.6%	852.1

Developed International	% chg.	%YTD	Value
MSCI EAFE	-0.5%	10.7%	2,495.7

Emerging International	% chg.	%YTD	Value
MSCI Emerging Mkts	-0.2%	5.3%	1,128.6

Note: International market returns shown on a local currency basis. The equity index data shown above is on a total return basis, inclusive of dividends.

S&P 500 Sectors	% chg.	% YTD	Value
Communication Services	0.5%	0.3%	342.0
Consumer Discretionary	-0.3%	-10.4%	1,637.8
Consumer Staples	-0.6%	6.4%	904.9
Energy	1.6%	2.2%	664.0
Financials	-0.6%	1.7%	815.5
Health Care	0.0%	8.6%	1,737.3
Industrials	1.2%	1.9%	1,134.3
Materials	0.3%	4.4%	551.6
Real Estate	0.6%	4.4%	266.6
Technology	1.4%	-7.4%	4,261.7
Utilities	1.8%	2.2%	390.8

Equity Income Indices	% chg.	% YTD	Value
JPM Alerian MLP Index	1.2%	6.3%	313.1
FTSE NAREIT Comp. TR	0.8%	3.8%	26,066.6
DJ US Select Dividend	1.0%	2.5%	3,587.8
DJ Global Select Dividend	0.1%	8.7%	241.6
S&P Div. Aristocrats	1.4%	5.1%	4,807.1

Bond Indices	% chg.	% YTD	Value
Barclays US Agg. Bond	-0.1%	2.1%	2,236.0
Barclays HY Bond	0.0%	1.8%	2,730.3

Commodities Futures & Spot (Intra-day)	% chg.	% YTD	Value
CRB Raw Industrials	-0.1%	4.3%	564.3
NYMEX WTI Crude (p/bbl.)	0.5%	-6.1%	67.4
ICE Brent Crude (p/bbl.)	0.4%	-5.3%	70.7
NYMEX Nat Gas (mmBtu)	4.2%	26.2%	4.6
Spot Gold (troy oz.)	-0.2%	10.7%	2,904.1
Spot Silver (troy oz.)	-0.1%	12.4%	32.5
LME Copper (per ton)	-1.4%	11.0%	9,608.6
LME Aluminum (per ton)	0.4%	7.7%	2,720.2
CBOT Corn (cents p/bushel)	0.5%	1.2%	471.5
CBOT Wheat (cents p/bushel)	1.5%	-0.5%	559.5

Foreign Exchange (Intra-day)	% chg.	% YTD	Value
Euro (€/$)	0.2%	4.8%	1.09
British Pound (£/$)	0.0%	3.2%	1.29

	% chg.	% YTD	Value
Japanese Yen ($/¥)	0.6%	6.9%	147.12
Australian Dollar (A$/$)	0.3%	2.2%	0.63

	% chg.	% YTD	Value
Canadian Dollar ($/C$)	-0.1%	-0.1%	1.44
Swiss Franc ($/CHF)	0.4%	3.5%	0.88

Data/Price Source: Bloomberg. Equity Index data is total return, inclusive of dividends, where applicable.

Ameriprise Global Asset Allocation Committee (GAAC)

U.S. Equity Sector - Tactical Views

	S&P 500 Index Weight	GAAC Tactical View	GAAC Tactical Overlay	GAAC Recommended Weight		S&P 500 Index Weight	GAAC Tactical View	GAAC Tactical Overlay	GAAC Recommended Weight
Financials	13.5%	Overweight	2.0%	15.5%	**Energy**	3.0%	Equalweight	-	3.0%
Consumer Staples	5.5%	Equalweight	-	5.5%	**Utilities**	2.3%	Equalweight	-	2.3%
Information Technology	32.8%	Equalweight	-	32.8%	**Materials**	1.9%	Equalweight	-	1.9%
Industrials	8.1%	Equalweight	-	8.1%	**Real Estate**	2.0%	Equalweight	-	2.0%
Communication Services	9.4%	Equalweight	-	9.4%	**Consumer Discretionary**	11.5%	Equalweight	-	11.5%
As of: January 2, 2025					**Health Care**	10.0%	Underweight	-2.0%	8.0%

Index weightings represent the respective market capitalization of each sector in the S&P 500 as of 12/19/2024. The GAAC Tactical Overlay, as well as Recommended Tactical Weights, is derived from the Ameriprise Global Asset Allocation Committee (GAAC).Views are expressed relative to the Index and are provided to represent investment conviction in each region. Tactical Allocations are designed to augment Index returns over a 6-12 month time horizon. Numbers may not add due to rounding.

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Global Equity Regions - Tactical Views	MSCI All-Country World Index Weight	GAAC Tactical View	GAAC Tactical Overlay	GAAC Recommended Weight		MSCI All-Country World Index Weight	GAAC Tactical View	GAAC Tactical Overlay	GAAC Recommended Weight
United States	66.1%	Overweight	3.2%	69.3%	United Kingdom	3.0%	Equalweight	-	3.0%
Europe ex U.K.	11.3%	Equalweight	-	11.3%	Asia-Pacific ex Japan	10.2%	Underweight	-1.0%	9.2%
Latin America	0.8%	Equalweight	-	0.8%	Canada	2.7%	Underweight	-1.0%	1.7%
Japan	4.7%	Equalweight	-	4.7%	Middle East / Africa	1.2%	Underweight	-1.2%	0.0%

as of: January 2, 2025

Index weightings are based on the regional market capitalizations of the MSCI All-Country World Index as of 12/26/2024. The GAAC Tactical Overlay, as well as the Recommended Tactical Weights, are derived from the Ameriprise Global Asset Allocation Committee (GAAC). Views are expressed relative to the Index and are provided to represent investment conviction in each region. Tactical Allocations are designed to augment Index returns over a 6-12 month time horizon. Numbers may not add due to rounding.

The Week Ahead:

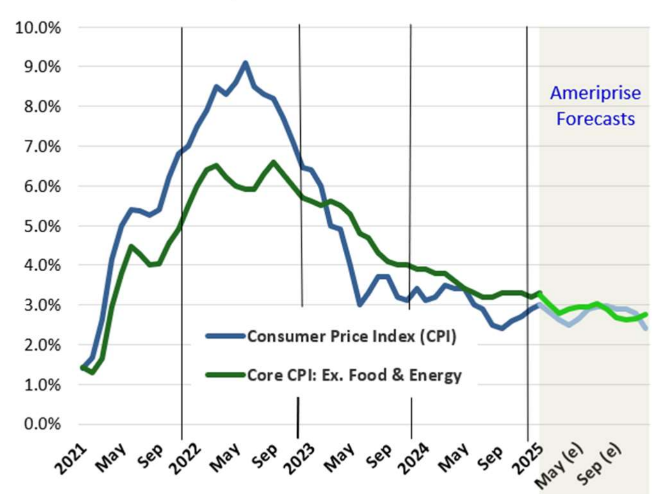
Russell T. Price, CFA, Chief Economist

Unless otherwise noted, all economic estimates are sourced from Bloomberg, and all corporate earnings measures are sourced from FactSet.

- **Earnings:** Through Friday, 498, or 99% of S&P 500 companies had reported their results for Q4-2024. Overall, the earnings release season went quite well, in our view. Earnings results for Q4 far exceeded expectations, although estimates for Q1 and Q2 declined a bit more than normal.
- In the final assessment, S&P 500 earnings per share (EPS) for Q4-2024 grew by 18.3% year-over-year (y/y) on sales growth of 5.3%. At the end of Q4 (Dec. 31), analyst consensus estimates were looking for S&P 500 earnings growth of +11.6% on sales growth of 4.5%. *All data mentioned in this commentary has been sourced from FactSet.*

- **The Economic Release Calendar:** Inflation will share centerstage this week with the Trump administration's trade and tariff developments. All week long, markets will also see day-to-day updates related to Washington's budget negotiation process. Congress has until midnight on Friday to pass a budget before the current continuing resolution expires on Friday.
- **February Small Business Optimism:** The National Federation of Independent Business's (NFIB) Small Business Optimism Index is thought likely to have declined again last month. The Index surged to a more than 6-year high of 105.1 in December before giving up 2.3 points in January. Rising concerns amid the uncertainty of Trump tariff actions are likely to raise costs and fuel some economic turbulence over the near-term at least. Forecasters, as surveyed by Bloomberg, see the Index as having declined by another 1.8 points in February. The report's data on pricing trends, hiring intentions, compensation levels, and worker availability will also be closely examined.
- **February Consumer Price Index (CPI):** Headline and Core inflation metrics are expected to have remained somewhat "hot" in February as both are forecast to have grown by +0.3% m/m. We note that monthly gains of about 0.16% equal an annualized inflation rate of +2.0% - the Fed's long-standing target. No broad-scale tariffs had been in place in time to influence the February CPI measure, in our view, and many of the threatened tariff implementation dates have been extended.
- **There could be room for downside in the headline CPI number.** First, a look back: In January, a number of what were likely temporary factors offered upside to the headline CPI as it grew by a stronger than expected, +0.5%.
- Items such as used autos (whose prices rose +2.4% m/m in January), air fares (+1.4% m/m), and higher residential utility costs (+0.7% m/m) were heavy contributors to the upside surprise to start the year. In our view, there is room for each of these components to have come down in February, thus resulting in a weaker, +0.2% gain.

Ameriprise CPI Inflation Forecast



Source: Labor Department and AEIS Inc.

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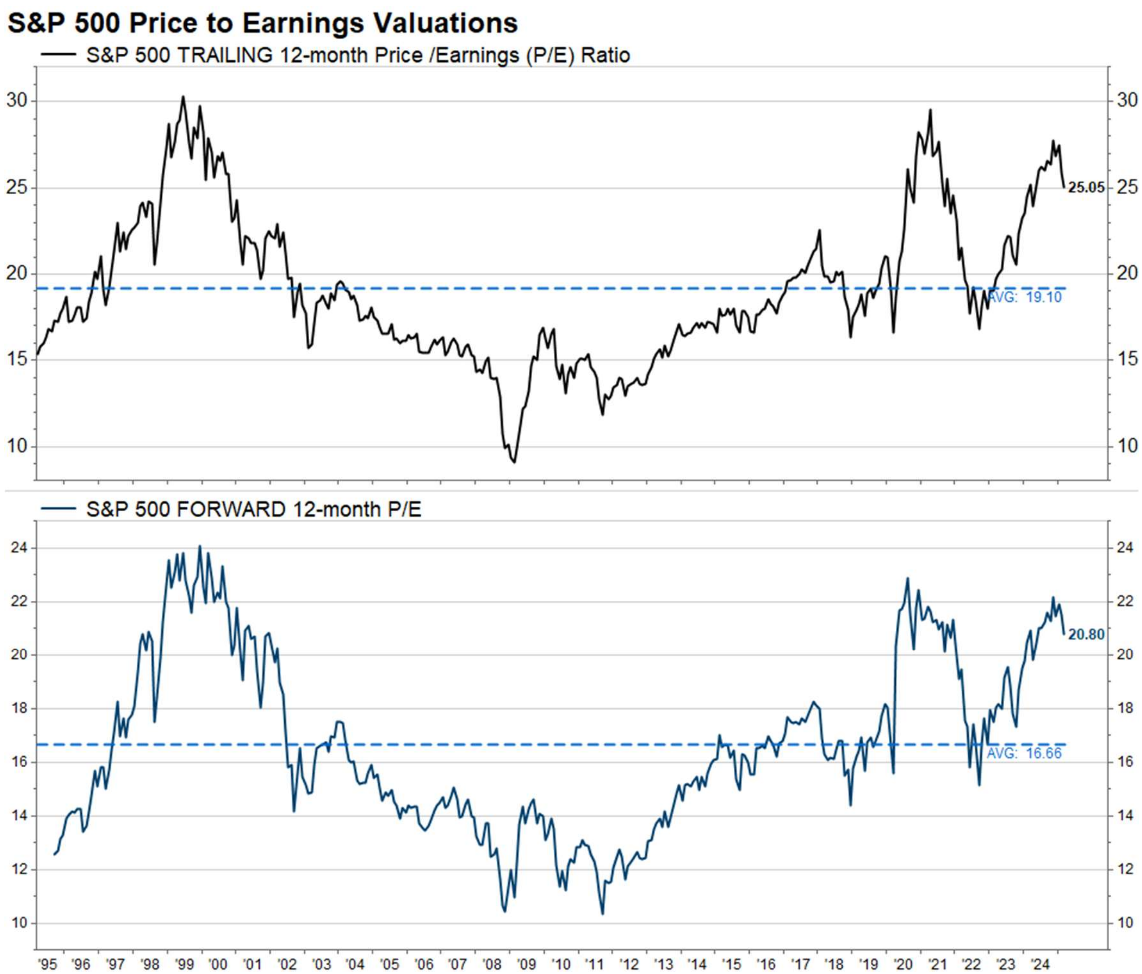
The calendar below is sourced from American Enterprise Investment Services Inc.

March 10	11	12	13	14
Bank Lending - Japan	**NFIB Small Business Index**	**Consumer Price Index**	**Initial Jobless Claims**	**UofM Consumer Sentiment**
Leading Index - Japan	**JOLTS / Job Openings**	**Federal Budget Balance**	**Producer Price Index**	*Trade - India*
GDP - Japan	*Business Sentiment - Japan*	*Foreign Investment - China*	*Industrial Production - Eurozone*	
Bank Lending - China	*Unemployment - S. Korea*	*Industrial Production - India*		
Economic Sentiment - Eurozone		*Inflation - India*		

Where Market Fundamentals Stand Heading into The Week:

S&P 500 Trailing and Forward P/E valuations: *Source: FactSet*

Please note: Although we try to maintain consistency as much as possible, Price to Earnings (P/E) ratios may differ from one source to another. Most notably, P/E numbers can often show their most notable differences during an earnings release season as some sources may still use the last full 'actual' earnings number while others use earnings per share that are updated via a combination of actual and estimated earnings per share. The calculation of earnings (operating earnings versus 'as reported' or GAAP) also often differ modestly from one data source to another due to the proprietary use of calculation methodologies.



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Consensus Earnings Estimates: *Source: FactSet*

Please note: The consensus earnings estimates shown below should viewed cautiously. The business environment remains very dynamic, thus leaving current estimates with greater uncertainty than usual, in our view. The table below is sourced from American Enterprise Investment Management Inc and is based on data from FactSet.

S&P 500 Earnings Estimates	2020	2021	2022	2023				2024				2025				2026
3/10/2025	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Est.	Est.	Est.	Est.	Est.
				Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	FY
Quarterly $$ amount				**$53.34**	**$54.52**	**$58.91**	**$55.56**	**$56.45**	**$60.54**	**$62.84**	**$65.77**	**$60.56**	**$66.14**	**$70.83**	**$73.37**	
change over last week											-$0.03	-$0.09	$0.01	$0.05	$0.07	$0.34
yr/yr				**-1.2%**	**-3.6%**	**6.1%**	**4.2%**	**5.8%**	**11.0%**	**5.0%**	**18.4%**	**7.3%**	**9.3%**	**12.7%**	**11.6%**	
qtr/qtr				0.1%	2.2%	8.1%	-5.7%	1.6%	7.2%	3.8%	4.7%	-7.9%	9.2%	7.1%	3.6%	
Trailing 4 quarters $$	**$143.08**	**$211.09**	**$222.33**	**$218.71**	**$216.67**	**$220.08**	**$222.33**	**$225.44**	**$231.46**	**$235.39**	**$245.60**	**$249.71**	**$255.31**	**$263.30**	**$270.90**	**$309.16**
yr/yr % change	**-13.0%**	**47.5%**	**4.2%**				**0.0%**				**10.5%**				**10.3%**	**14.1%**
Implied P/E based on a S&P 500 level of: **5770**											23.5	23.1	22.6	21.9	21.3	18.7

Economic News and Views:

Russell T. Price, CFA – Chief Economist

Releases for Monday, March 10, 2025

All times Eastern. Consensus estimates via Bloomberg

None Scheduled

Ameriprise Economic Projections

Forecast:	Full-year				Quarterly						
	Actual	Actual	Est.	Est.	Actual	Actual	Actual	Actual	Est.	Est.	Est.
	2023	**2024**	**2025**	**2026**	Q1-2024	Q2-2024	Q3-2024	Q4-2024	Q1-2025	Q2-2025	Q3-2025
Real GDP (annualized)	2.9%	2.8%	2.4%	2.1%	1.6%	3.0%	2.8%	2.3%	1.6%	2.7%	3.1%
Unemployment Rate	3.7%	4.1%	4.2%	4.2%	3.8%	4.1%	4.1%	4.1%	4.2%	4.2%	4.2%
CPI (YoY)	3.4%	2.9%	2.5%	2.2%	3.5%	3.0%	2.4%	2.9%	2.4%	2.4%	2.4%
Core PCE (YoY)	2.9%	2.8%	2.3%	2.1%	2.8%	2.6%	2.7%	2.8%	2.5%	2.3%	2.2%

Sources: Historical data via FactSet. Estimates (Est.) via American Enterprise Investment Services Inc.

YoY = Year-over-year, Unemployment numbers are period ending. GDP: Gross Domestic Product; CPI: Consumer Price Index

PCE: Personal Consumption Expenditures Price Index. Core excludes food and energy.

All estimates other than GDP are period ending. **Last Updated: March 3, 2025**

Ameriprise Global Asset Allocation Committee Targets and Views

Targets

2025 Year-end Targets:	Favorable Scenario	Base-Case Scenario	Adverse Scenario
S&P 500 Index:	7,000	6,500	5,500
10-Year U.S. Treasury Yield:	5.00%	4.25%	3.00%
Fed Funds Target Range:	4.25% to 4.50%	3.75% to 4.00%	3.25% to 3.50%

Estimates (Est.) via American Enterprise Investment Services Inc.

Please see latest *Quarterly Capital Market Digest* for more information. **Last Updated: January 2, 2025**

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Global Asset Allocation Committee Views

AMERIPRISE GLOBAL ASSET ALLOCATION COMMITTEE TACTICAL ASSET CLASS VIEWS

2025 Year-end S&P 500 Target: 6,500
2025 Year-End 10-year Treasury Target: 4.25%

as of 12/30/2024

	Overweight	Equalweight	Underweight
Equity	• U.S. Large Cap Growth • U.S. Large Cap Value	• U.S. Mid Cap Value • U.S. Mid Cap Growth • U.S. Small Cap Value • U.S. Small Cap Growth	• Developed Foreign Equity • Emerging Foreign Equity
S&P 500 Sectors	• Financials	• Communication Services • Consumer Discretionary • Consumer Staples • Energy • Industrials • Information Technology • Materials • Real Estate • Utilities	• Health Care
Global Equity Regions	• United States	• Europe ex U.K. • Japan • Latin America • United Kingdom	• Middle East/Africa • Asia-Pacific ex Japan • Canada
Fixed Income	• U.S. High Yield Bonds	• U.S. Government • U.S. Inv. Grade Corporates • Developed Foreign Bonds	• Emerging Foreign Bonds • Municipal Bonds
Alternatives		• Real Assets • Alternative Strategies	
Cash		• Cash • Cash Investments	

Note: Our Tactical Allocations are designed to augment a Strategic portfolio over a 6-12-month time horizon. **Asset Allocation and diversification do not ensure or guarantee better performance and do not eliminate the risk of investment losses. Investors should note that rising interest rates could have a detrimental effect on bond prices. Please consult with your financial advisor.** Cash generally refers to assets, securities and/or products low in risk and highly liquid. For asset allocation purposes, instruments can include Treasury bills, certificates of deposit, money market funds and high quality bonds whose maturities are less than 3 months. Outside of asset allocation purposes, cash investments can also include illiquid cash held in a mutual fund or pledged as collateral for derivatives. You can only access this cash by redeeming the fund using it, subject to fees or time constraints associated with redemptions.

As of December 31, 2024	Rolling Returns			
Major Market Indices	**QTD**	**1-year**	**3-years**	**5-years**
Russell 3000® Index (U.S. Equity)	2.63%	23.81%	8.01%	13.86%
MSCI ACWI Ex USA Index – net (Foreign Equity)	-7.60%	5.53%	0.82%	4.10%
Bloomberg U.S. Universal Bond Index (Fixed Income)	-2.73%	2.04%	-1.95%	0.06%
Wilshire Liquid Alternative Index (Alternatives)	-1.87%	4.33%	1.50%	2.48%
FTSE Three-Month Treasury Bill Index (Cash)	1.23%	5.45%	4.05%	2.54%

Past performance is not a guarantee of future performance. Performance calculations use FactSet data and are as of Date.

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The Ameriprise Investment Research Group

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Diversification and **Asset Allocation** do not assure a profit or protect against loss.

Dividend and interest payments are not guaranteed. The amount of dividend payment, if any, can vary over time and issuers may reduce or eliminate dividends paid on securities in the event of a recession or adverse event affecting a specific industry or issuer. Should a company be unable to pay interest on a timely basis a default may occur and interruption or reduction of interest and principal occur. Investments in a narrowly focused sector may exhibit higher volatility than investments with broader objectives and is subject to market risk and economic risk.

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