



Weekly market update: Stocks fall on big tech and economic worries.

The market and economy

- U.S. stocks declined during the week ending November 7, amid a selloff in the technology sector, mixed economic data, and a downbeat consumer sentiment survey. Shares of several so-called Magnificent Seven companies declined due to investors' concerns that the artificial intelligence (AI)-related rally has resulted in stretched valuations. Electric vehicle (EV) manufacturer Tesla's stock price fell sharply at the end of the week after the company's shareholders approved a \$1 trillion compensation package for CEO Elon Musk.
- While the Department of Labor's monthly unemployment survey for October was unavailable due to the ongoing government shutdown, there was notable news from two private-sector data providers during the week regarding the U.S. labor market. According to payroll processing services provider ADP's National Employment Report, the private sector added a greater-than-expected total of 42,000 jobs in October, a significant improvement from a decline of 32,000 in September. Education and healthcare, and trade, transportation, and utilities were the strongest-performing sectors for the month. In contrast, the professional business services, information, and leisure and hospitality sectors saw job losses for the third month in a row.
- Outplacement and executive coaching firm Challenger, Gray & Christmas reported that in October, U.S.-based employers announced their intention to cut their payrolls by 153,074 jobs—a 183% increase over the 54,064 cuts announced in September, and 175% higher than the 55,597 job reductions announced in October 2024. This brought the total announced job cuts to 1,099,500 for the year to date—up 44% from the total for the first 10 months of 2024.
- The University of Michigan's preliminary Index of Consumer Sentiment fell 3.3 points (6.0%) to 50.3 in November, and tumbled 21.5 points (29.9%) year-over-year. Consumers' expectations for inflation over the next 12 months edged up 0.1 percentage point to 4.7% in November, while long-run inflation expectations declined 0.3 percentage point to 3.6%. In a statement announcing the survey results, the University of Michigan commented, "This month's decline in sentiment was widespread throughout the population, seen across age, income, and political affiliation."
- The Institute for Supply Management's (ISM) Manufacturing Purchasing Managers' Index (PMI) was down 0.4 percentage point to 48.7% in October, indicating contraction in the U.S. manufacturing sector for the eighth consecutive month. (A PMI reading below 50% denotes a decrease in manufacturing activity.) The Employment Index and the New Orders Index registered corresponding gains of 0.5 and 0.7 percentage point in October, ending the month at 49.4% and 46.0%, respectively. However, both indexes remained in contraction territory. The ISM Services PMI increased 2.4 percentage points to 52.4% in October, indicating expansion of activity in the services sector. The Business Activity Index also finished in expansion territory, rising 4.4 percentage points to 54.3%. The Employment Index was up 1.0 percentage point to 48.2% in October, but remained in contraction territory for the fifth consecutive month.

Stocks

- Global equities posted losses during the week. Developed markets outperformed emerging markets.
- U.S. equities recorded negative returns during the week. Energy and healthcare were the top-performing sectors, while information technology and communication services were the primary market laggards.
- Value stocks outperformed growth stocks, while large caps surpassed small caps.

Bonds

- The 10-year U.S. Treasury note yield rose to 4.10% during the week.
- The U.S. bond market was flat for the week.
- High-yield bonds led the market, followed by corporate bonds and government bonds.

The Numbers as of November 7, 2025	1 Week	YTD	1 Year	Friday's Close
Global Equity Indexes				
MSCI ACWI (\$)	-1.5%	17.8%	14.9%	991.3
MSCI EAFE (\$)	-0.8%	22.7%	17.9%	2775.0
MSCI Emerging Mkts (\$)	-1.4%	28.5%	21.1%	1381.6
US & Canadian Equities				
Dow Jones Industrials (\$)	-1.2%	10.4%	7.4%	46987.1
S&P 500 (\$)	-1.6%	14.4%	12.7%	6728.8
NASDAQ (\$)	-3.0%	19.1%	19.4%	23004.5
S&P/ TSX Composite (C\$)	-1.2%	21.0%	20.4%	29912.2
UK & European Equities				
FTSE All-Share (£)	-0.5%	16.7%	17.0%	5211.9
MSCI Europe ex UK (€)	-1.3%	10.9%	9.8%	1958.3
Asian Equities				
Topix (¥)	-1.0%	18.5%	20.3%	3298.9
Hong Kong Hang Seng (\$)	1.3%	30.8%	25.2%	26241.8
MSCI Asia Pac. Ex-Japan (\$)	-1.5%	25.4%	18.5%	714.2
Latin American Equities				
MSCI EMF Latin America (\$)	2.4%	42.3%	21.4%	2636.5
Mexican Bolsa (peso)	1.0%	28.0%	21.2%	63376.1
Brazilian Bovespa (real)	3.0%	28.1%	18.8%	154063.5
Commodities (\$)				
West Texas Intermediate Spot	-2.0%	-16.7%	-17.4%	59.8
Gold Spot Price	0.2%	52.6%	48.4%	4005.6
Bond Indices (\$)				
Bloomberg U.S. Aggregate	0.0%	6.8%	6.0%	2338.4
Bloomberg Global Aggregate	-0.1%	7.6%	5.7%	498.5
JPMorgan Emerging Mkt Bond	-0.4%	12.1%	11.4%	1005.7
10-Year Yield Change (basis points*)				
US Treasury	2	-47	-23	4.10%
UK Gilt	6	-10	-3	4.46%
German Bund	3	30	22	2.67%
Japan Govt Bond	1	58	67	1.68%
Canada Govt Bond	6	-5	-4	3.18%
Currency Returns**				
US\$ per euro	6	-10	-3	4.46%
Yen per US\$	3	30	22	2.67%
US\$ per £	1	58	67	1.68%
C\$ per US\$	6	-5	-4	3.18%

Source: Bloomberg. Equity-index returns are price only, others are total returns.

*100 basis points = 1 percentage point.

**Increases in U.S. dollars (USD) per euro or pound indicate a decline in the value of the USD; increases in yen or Canadian dollars per USD indicate an increase in the value of the USD.

Important information

Index returns are for illustrative purposes only and do not represent actual investment performance. Index performance returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged, and one cannot invest directly in an index. Past performance does not guarantee future results.

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