

# Global Perspectives Weekly

For the week ended Oct 11, 2024

## Commentary

- **This week, the bond market fell while the equity market rose as they digested labor and inflation data.**
- **Treasuries were weaker with the curve steepening** as longer-end yields increased while the 2yr fell.
- **U.S. equities were higher** as the S&P and Nasdaq gained for the fifth straight week. 75% of S&P 500 constituents are outperforming their 200-day moving average which is a good sign for market breadth and active equity. Growth beat value and midcaps bested large and small peers. Most overseas markets except Europe ex U.K. fell.
- **The dollar and gold were higher** against a still-unsettled geopolitical backdrop.
- PPI was largely in-line with consensus. On the other hand, CPI came in stronger than the market expected but the stubborn shelter inflation trended lower. **CPI is facing tough YoY comparisons over the next few months, but we believe the trend still supports 25 bps cuts in Nov and Dec.** 80% of market participants expect a quarter point rate cut on November 7.
- **Jobless claims jumped** but impacts from Hurricane Helene and ongoing strikes contributed to the higher number.
- **Preliminary UMich consumer sentiment came in below consensus** with year-ahead inflation expectations higher.
- **The 3Q24 earnings season just started.** The earnings growth rate for the S&P 500 is currently 9.4% and the revenue growth rate is currently 2.6%. Seventy-nine percent of S&P 500 companies have beat consensus EPS expectations and 66% have surpassed consensus sales expectations according to FactSet.

## Market data

Index prices (\$)	10/11/24	12/29/23
Dow Jones Industrial Average	42,864	37,690
S&P 500	5,815	4,770

Returns (%)	1wk	QTD	YTD	3mo
<b>Equities</b>				
S&P 500	2.09	0.96	23.25	4.49
S&P Mid Cap 400	1.89	1.04	14.72	5.72
S&P Small Cap 600	1.35	-0.67	8.60	5.97
Russell 1000	2.13	1.05	22.46	4.81
Russell MidCap	1.83	0.80	15.55	8.13
Russell 2000	1.88	0.22	11.42	5.50
Dow Jones Industrial Average	2.17	1.31	15.42	8.32
NASDAQ Composite	2.34	0.86	22.89	0.51

<b>Fixed income</b>				
Bloomberg U.S. Aggregate	-0.18	-1.46	2.93	2.33
Bloomberg Global Aggregate	-0.33	-2.18	1.34	3.11
Bloomberg High Yield Bond	-0.06	-0.48	7.49	3.84
S&P / LSTA Senior Loan	0.28	0.59	6.75	2.14
JPM EMBI+ Emerging Markets Bond	-0.25	-1.06	8.09	3.65

<b>S&amp;P 500 sectors</b>				
Technology	3.22	1.99	32.90	0.18
Materials	1.18	-0.35	13.74	7.60
Consumer discretionary	1.10	-1.79	11.86	2.63
Health care	1.96	-0.06	14.28	4.86
Utilities	-0.26	-1.90	28.15	12.85
Consumer staples	1.46	-1.31	17.19	6.77
Energy	-0.89	5.56	14.39	4.20
Financials	3.10	2.63	25.12	10.48
Industrials	2.40	2.14	22.77	12.48
Communication services	0.71	0.13	28.98	0.69
Real Estate	0.55	-2.77	11.14	10.17

<b>Equity style performance</b>				
Large cap value	1.62	0.84	17.66	8.48
Large cap growth	2.60	1.24	26.10	1.68
Mid cap value	1.37	0.03	15.11	7.97
Mid cap growth	3.26	3.26	16.59	8.61
Small cap value	1.58	-0.31	8.88	5.58
Small cap growth	2.18	0.75	14.07	5.41

<b>International equities</b>				
MSCI EAFE	-0.39	-1.99	11.24	1.32
MSCI U.K.	-0.63	-2.18	12.90	2.57
MSCI Europe ex-U.K.	0.47	-1.96	10.61	1.10
MSCI Japan	-1.71	-1.55	10.96	-2.13
MSCI AC Asia ex-Japan	-2.54	-0.68	20.68	5.62
MSCI Emerging Markets	-2.03	-0.94	16.13	3.77
MSCI ACWI	1.09	0.15	19.25	3.91

Source: FactSet.

### Economic calendar

Date	Country/Region	Event
10/14/24	China	Export/Import (Sep)
10/15/24	U.K.	ILO Unemployment Rate (Aug)
	Eurozone	Industrial Production (Aug)
10/16/24	U.K.	CPI (Sep)
	U.K.	PPI (Sep)
	U.S.	Import Price Index (Sep)
10/17/24	China	Foreign Direct Investment (Sep)
	Eurozone	CPI (Sep)
	Eurozone	ECB Refi Rate
	U.S.	Initial Claims (10/12)
	U.S.	Philadelphia Fed Index (Oct)
	U.S.	Retail Sales (Sep)
	U.S.	Capacity Utilization (Sep)
	U.S.	Industrial Production (Sep)
	U.S.	Business Inventories (Aug)
	U.S.	NAHB Housing Market Index (Oct)
	Japan	CPI (Sep)
	China	GDP (3Q24)
10/18/24	U.K.	Retail Sales (Sep)
	U.S.	Housing Starts (Sep)

Source: FactSet.

### Market data, cont'd

As of:	Last close	Prior week	Year end	3 mos ago
<b>U.S. bond rates (%)</b>				
U.S. federal funds target rate	5.00	5.00	5.50	5.50
U.S. 2yr Treasury	3.94	3.99	4.25	4.51
U.S. 10yr Treasury	4.08	4.03	3.89	4.20
U.S. 20yr Treasury	4.45	4.38	4.19	4.51
U.S. 30yr Treasury	4.40	4.30	4.05	4.41
High yield (Merrill U.S. Corporates)	6.81	6.75	6.98	7.05
<b>Consumer rates (%)</b>				
30yr mortgage rate	6.99	6.96	6.99	7.20
Prime rate	8.00	8.00	8.50	8.50
<b>Commodities (\$)</b>				
Gold (USD/oz)	2,676	2,666	2,072	2,422
Crude oil (USD/bbl)	75.56	77.14	71.65	82.62
Copper (LME \$/mt)	9,597	9,817	8,476	9,694
Gasoline (USD/gal)	3.38	3.38	3.36	3.71
<b>Exchange rates</b>				
\$ per €	1.09	1.10	1.10	1.09
\$ per £	1.31	1.31	1.27	1.29
¥ per \$	149.27	148.23	140.98	158.55
U.S. Dollar Index	102.89	102.54	101.33	104.44

Source: FactSet.

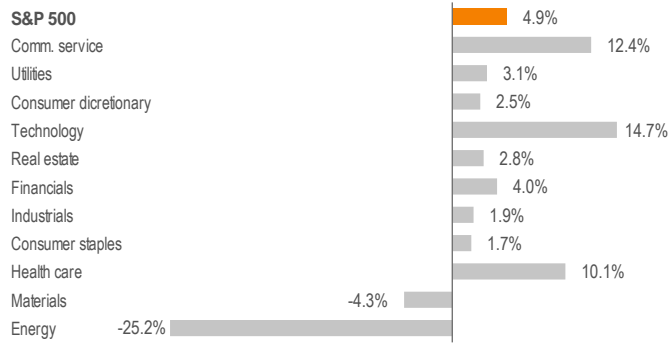
### Earnings calendar

Mon, Oct 14	Tues, Oct 15	Wed, Oct 16	Thurs, Oct 17	Fri, Oct 18
	UnitedHealth Group	ASML Holding	Taiwan Semiconductor	Procter & Gamble
	Johnson & Johnson	Abbott Laboratories	Netflix	American Express
	Bank of America	Prologis	Morgan Stanley	Schlumberger
	The Goldman Sachs Group	ABB	Intuitive Surgical	
	Citigroup	U.S. Bancorp	Elevance Health, Inc.	
	Rio Tinto	CSX	Marsh & McLennan Companies	
	The PNC Financial Services Group	Volvo	The Blackstone Group	
	Interactive Brokers	Kinder Morgan	Infosys	
	America Movil	Crown Castle Inc.	FreeportMcMoRan	
		Las Vegas Sands	Truist Financial	
		Discover Financial Services	The Travelers Companies	
		Equifax	Nordea Bank	
			Wipro Limited	

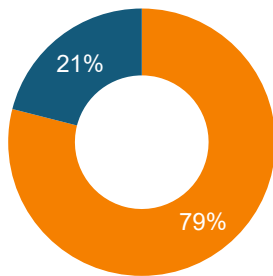
Source: Zacks.

### 3Q24 S&P 500 earnings dashboard

#### Blended growth rates

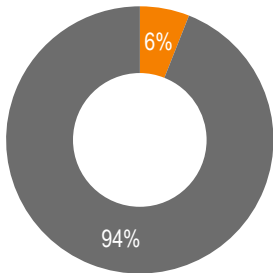


#### Above Match Below



	Above	Match	Below
S&P 500	79%	0%	21%
Consumer disc.	57%	0%	43%
Consumer staples	86%	0%	14%
Energy	0%	0%	0%
Financials	100%	0%	0%
Health care	0%	0%	0%
Industrials	60%	0%	40%
Materials	0%	0%	0%
Real estate	0%	0%	0%
Technology	100%	0%	0%
Comm. service	0%	0%	0%
Utilities	0%	0%	0%

#### Reported Remaining



	Reported	Remaining
S&P 500	21	479
Consumer disc.	7	43
Consumer staples	7	31
Energy	0	22
Financials	5	67
Health care	0	62
Industrials	5	73
Materials	0	28
Real estate	0	31
Technology	5	64
Comm. service	0	19
Utilities	0	31

As of 10/11/24. Source: London Stock Exchange Group, Institutional Brokers' Estimate System. Above, Match and Below are showing the percentage of constituents that beat, matched or missed analyst expectations on the day of reporting.

#### Principal Risks

All investing involves risks of fluctuating prices and the uncertainties of rates of return and yield. **Asset Allocation:** The success of the Fund's strategy depends on the Adviser's or Sub-Adviser's skill in allocating Fund assets between the asset classes and in choosing investments within those categories. There is a risk that the Fund may allocate assets to an asset class that underperforms other asset classes. **Investment Model:** The Fund or certain underlying funds invest based on a proprietary model managed by the manager. The manager's proprietary model may not adequately address existing or unforeseen market factors or the interplay between such factors. **Other Investment Companies:** The main risk of investing in other investment companies, including exchange-traded funds, is the risk that the value of the securities underlying an investment company might decrease. Because the Fund or an underlying fund may invest in other investment companies, you will pay a proportionate share of the expenses of those other investment companies (including management fees, administration fees, and custodial fees) in addition to the expenses of the Fund and a proportionate share of the expenses of each underlying fund. **Interest Rate:** With bonds and other fixed rate debt instruments, a rise in interest rates generally causes values to fall; conversely, values generally rise as interest rates fall. The higher the credit quality of the instrument, and the longer its maturity or duration, the more sensitive it is likely to be to interest rate risk. **Foreign Investments/Developing and Emerging Markets:** Investing in foreign (non-U.S.) securities may result in the Fund or the underlying funds experiencing more rapid and extreme changes in value than a fund that invests exclusively in securities of U.S. companies due to smaller markets different reporting, accounting and auditing standards; nationalization, expropriation, or confiscatory taxation; foreign currency fluctuations, currency blockage or replacement; potential for default on sovereign debt; or political changes or diplomatic developments. Other risks of the Fund include but are not limited to **Credit, High-Yield Securities Investments, Call, Company, Currency, Liquidity, Market, Market Capitalization, Real Estate Companies and Real Estate Investment Trusts, U.S. Government Securities and Obligations.** An investment in the Fund is not a bank deposit and is not insured by the Federal Deposit Insurance Corporation, the Federal Reserve Board or any other government agency.

### Voya Global Perspectives Market Models positioning

#### Current positioning

Following 2Q24 positive earnings growth for S&P 500 companies, the models remain in a base posture.

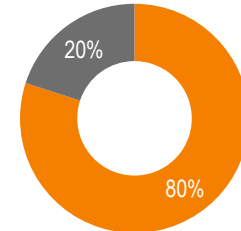
#### Upcoming positioning

3Q24 positioning will be announced and commence in early January.

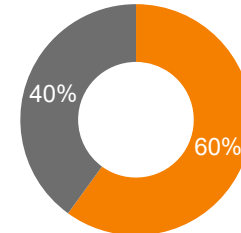
#### Base positioning

Equity Fixed Income

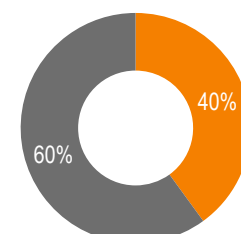
Global Aggressive Growth



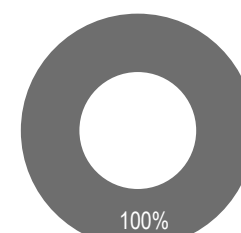
Global Moderate Growth



Global Conservative Growth



Global income



Source: Voya IM.

## Index definitions

Bloomberg Global Aggregate Bond Index measures a wide range of global government, government-related, corporate and securitized fixed-income investments, all with maturities greater than one year.

Bloomberg High Yield Bond Index tracks the performance of below investment grade U.S. dollar-denominated corporate bonds publicly issued in the U.S. domestic market.

Bloomberg U.S. Aggregate Index is a bond market index composed of U.S. securities in Treasury, Government-Related, Corporate, and Securitized sectors that are of investment-grade quality or better, have at least one year to maturity, and have an outstanding par value of at least \$250 million.

Dow Jones Industrial Average is a price-weighted average computed from the stock prices of 30 of the largest and most widely held public companies in the United States, adjusted to reflect stock splits and stock dividends.

FTSE EPRA / NAREIT Global Real Estate Index represents general performance trends of the equity securities of real estate companies involved in the ownership, disposition and development of income-producing properties worldwide.

JPMorgan Emerging Markets Bond Index Plus (EMBI+) tracks total returns for traded foreign currency denominated debt instruments in the emerging markets which meet minimum criteria for face value outstanding and market trading liquidity.

MSCI ACWI Index is a free float-adjusted market capitalization weighted index designed to provide a broad measure of equity-market performance throughout the world, capturing large and mid cap representation across 23 Developed Markets (DM) and 26 Emerging Markets (EM) countries.

MSCI EAFE Index is a free float-adjusted market capitalization weighted index designed to measure developed markets' equity performance, excluding the U.S. & Canada, for 21 countries.

MSCI Europe ex-U.K. Index is a free float-adjusted market capitalization weighted index designed to measure equity performance of the 15 developed European markets except the United Kingdom.

MSCI U.K. Index is a free float-adjusted market capitalization weighted index designed to measure equity performance of listed common stocks in the United Kingdom.

MSCI Asia ex-Japan Index is a free float-adjusted market capitalization weighted index designed to measure equity performance of the 15 developed Asian markets except Japan.

MSCI Japan Index is a free float-adjusted market capitalization weighted index designed to measure equity performance of listed common stocks in Japan.

MSCI Emerging Markets Index is a free float-adjusted market capitalization index that measures emerging market equity performance of 23 countries.

Municipal Bond Index is a bond index that includes investment-grade, tax-exempt fixed-rate bonds with long-term maturities (greater than two years) selected from issues larger than \$50 million.

NASDAQ Composite Index is a market capitalization weighted index of the performance of domestic and international common stocks listed on the Nasdaq Stock Market including over 2,800 securities.

Large Growth: Russell 1000 Growth Index measures the large-cap growth segment of the U.S. equity market including Russell 1000 companies with higher price-to-book ratios and forecasted growth.

Large Value: Russell 1000 Value Index measures the large-cap value segment of the U.S. equity market including Russell 1000 companies with lower price-to-book ratios and lower expected growth.

Midcap Growth: Russell MidCap Growth Index measures the performance of the mid-cap growth segment of the U.S. equity market including Russell Midcap Index companies with higher price-to-book ratios and forecasted growth.

Midcap Value: Russell MidCap Value Index measures the performance of the mid-cap growth segment of the U.S. equity market including Russell Midcap Index companies with lower price-to-book ratios and forecasted growth.

Small Cap Growth: Russell 2000 Growth Index measures the performance of small-cap growth stocks in the U.S. equity market including Russell 2000 companies with higher price-to-value ratios and forecasted growth.

Small Cap Value: Russell 2000 Value Index measures the performance of small-cap growth stocks in the U.S. equity market including Russell 2000 companies with lower price-to-value ratios and forecasted growth.

S&P 500 Index is a widely regarded as the best single gauge of the U.S. equities market, including 500 leading companies in major industries of the U.S. economy.

S&P 500 Sectors are defined as the GICS (Global Industry Classification Standard) sectors which provide standardized industry definitions consisting of 10 sectors, 24 industry groups, and 67 industries.

The S&P MidCap 400 includes 400 companies and represents almost 6% of the U.S. markets. To be eligible for inclusion in the index, a company should be a U.S. company, have a market cap between USD 3.3 billion to USD 11.8 billion, maintain a public float of at least 10% of its shares outstanding, and its most recent quarter's earnings and the sum of its trailing four consecutive quarters' earnings must be positive. The index implements changes on an as-needed basis.

The S&P SmallCap 600 includes 600 companies and represents almost 3% of the U.S. market. To be eligible for inclusion in the index, a company should be a U.S. company, have a market cap between USD 750 million to USD 3.3 billion, maintain a public float of at least 10% of its shares outstanding, and its most recent quarter's earnings and the sum of its trailing four consecutive quarters' earnings must be positive. The index implements changes on an as-needed basis.

The Russell 1000 Index measures the performance of the large-cap segment of the U.S. equity market and includes approximately 1,000 of the largest securities based on market capitalization and representing approximately 92% of the U.S. market.

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