

WEEKLY ECONOMIC REVIEW JULY 3, 2026

The Trump Show

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A look at markets this week

Total returns, at the close on Thursday

		WEEK TO DATE		YEAR TO DATE	
		Return in local currency	Return in CAD	Return in local currency	Return in CAD
Canadian bonds	FTSE TMX Universe	-0.26%		1.79%	
	FTSE TMX Long	-0.62%		2.30%	
	Corps	-0.16%		1.88%	
Equities	S&P/TSX	0.05%		11.52%	
	S&P 500	1.78%	1.68%	9.98%	13.65%
	NASDAQ	2.12%	2.03%	11.49%	15.21%
	MSCI EAFE	1.36%	1.86%	12.24%	14.11%
	MSCI Emerging	-0.77%	-1.27%	24.30%	25.21%
		Current price	Return WTD	Return YTD	
Other	Oil (WTI)	68.69 \$	-0.78%	19.63%	
	USD/CAD	0.7051 \$	0.09%	-3.23%	
	EUR/USD	1.1432 \$	0.42%	-2.67%	
	Gold	4 122.35 \$	0.82%	-4.56%	

USMCA: No renewing of the vows for 16 years

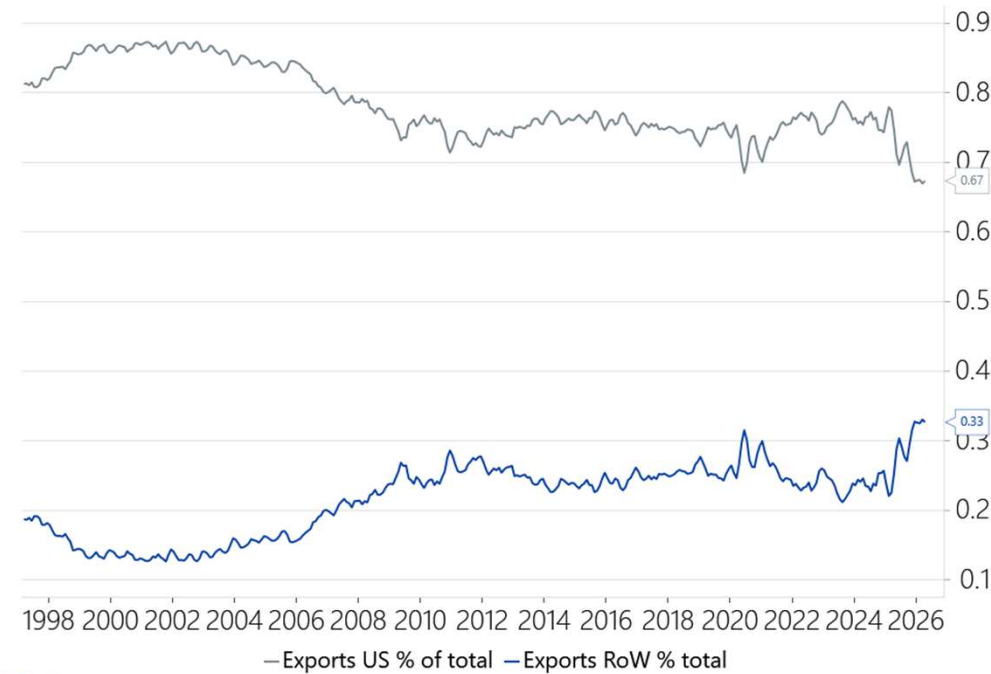
U.S. won't renew USMCA, opening door for negotiations with Canada and Mexico

The Trump administration has decided not to renew its trilateral trade pact with Canada and Mexico, instead opting to conduct annual reviews of the treaty that President Donald Trump once called "the best agreement we've ever made."

The widely anticipated decision on the United States–Mexico–Canada Agreement, known as USMCA, was revealed Wednesday, the deadline for the three North American trade partners to determine whether they would renew their agreement for another 16-year term.

The decision means the USMCA will stay in effect for another decade, provided no member tries to withdraw from it. But it also triggers yearly reviews that could result in the renegotiation of major parts of the treaty. – CNBC, July 1 2026

Canada: Share of Exports to the US and the ROW
Statistics Canada, as of 4/2026



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Read our take in June's edition of Macro & Strategy :
<https://iagam.ca/insights/macro-strategy-june-2026>

Trump vs Cook: Round 2

Trump Allies Double Down on Efforts to Reshape Federal Reserve

President Donald Trump and his allies are renewing a push to reshape the Federal Reserve after the Supreme Court blocked an effort to fire Governor Lisa Cook.

Top officials and outside allies are exploring ways to remove members of the Fed's Board of Governors to clear the way for more of the president's own picks, with Cook and former Chair Jerome Powell as targets.

The administration also sees a vacancy atop the Atlanta Fed as an opportunity to exert influence over the central bank, with Treasury Secretary Scott Bessent tapping his network for potential candidates.
-- Bloomberg, July 2, 2026



What we'll be watching next week

Canada

- S&P Global PMIs
- Jobs Report

United States

- ISM Services Index
- FOMC Meeting Minutes
- Existing Home Sales

MACRO PLAYLIST

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