WEEKLY ECONOMIC REVIEW JULY 10, 2026

War and Peace

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Global Asset Management

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
Equities	S&P/TSX	0,70%		12,30%	
	S&P 500	0,82%	0,72%	10,88%	14,47%
	NASDAQ	1,45%	1,35%	13,11%	16,77%
	MSCI EAFE	-0,56%	-0,91%	11,62%	13,07%
	MSCI Emerging	-0,93%	-0,54%	23,14%	24,53%
		Current price	Return WTD	Return YTD	
Other	Oil (WTI)	72,08 $	4,94%	25,53%	
	USD/CAD	0,7058 $	0,10%	-3,13%	
	EUR/USD	1,1430 $	-0,02%	-2,69%	
	Gold	4 123,64 $	0,03%	-4,53%	

Source: iA Global Asset Management, data via Bloomberg, weekly returns since the close of June 26, 2026

War in Iran: Ceasefire collapse

U.S., Iran trade escalating attacks across the Mideast, threatening fragile ceasefire

Unclaimed air strikes target Iran after U.S. ends its attacks

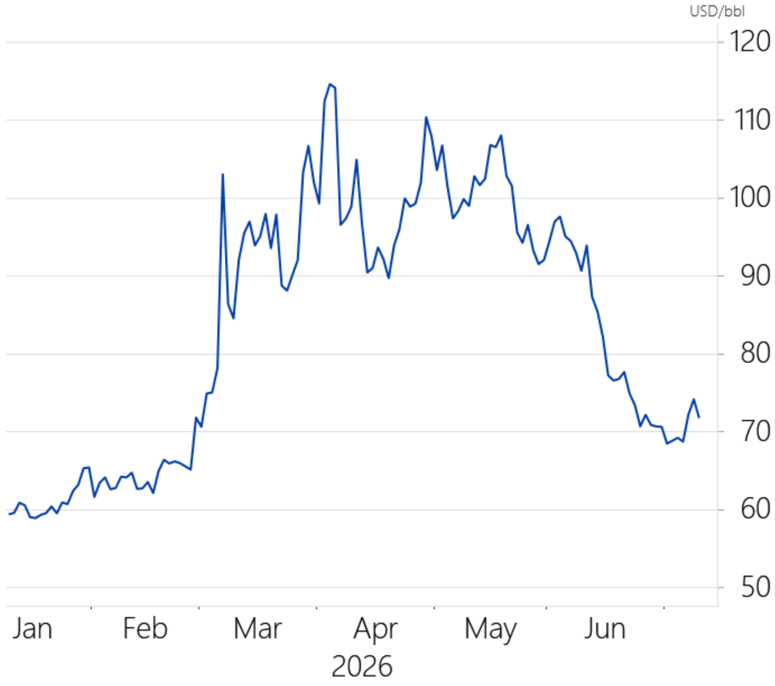
The Global Oil Market Isn't Ready for the Iran Ceasefire to End

America's crude inventories are flirting with dangerous levels, while exports of gasoline and diesel hover near records

Sources: The Globe & Mail, Wall Street Journal

Crude Oil Prices (WTI)

Macrobond, as at 7/9/2026



iA Global Asset Management, Macrobond

Fed: What are the preconditions for a hike?

All participants supported the decision to keep rates on hold, although a few judged that "there was a case" for raising rates.

Most participants discussed scenarios where inflation pressures dissipate and inflation returns to 2%, in which case keeping rates steady or eventually lowering them would likely be appropriate.

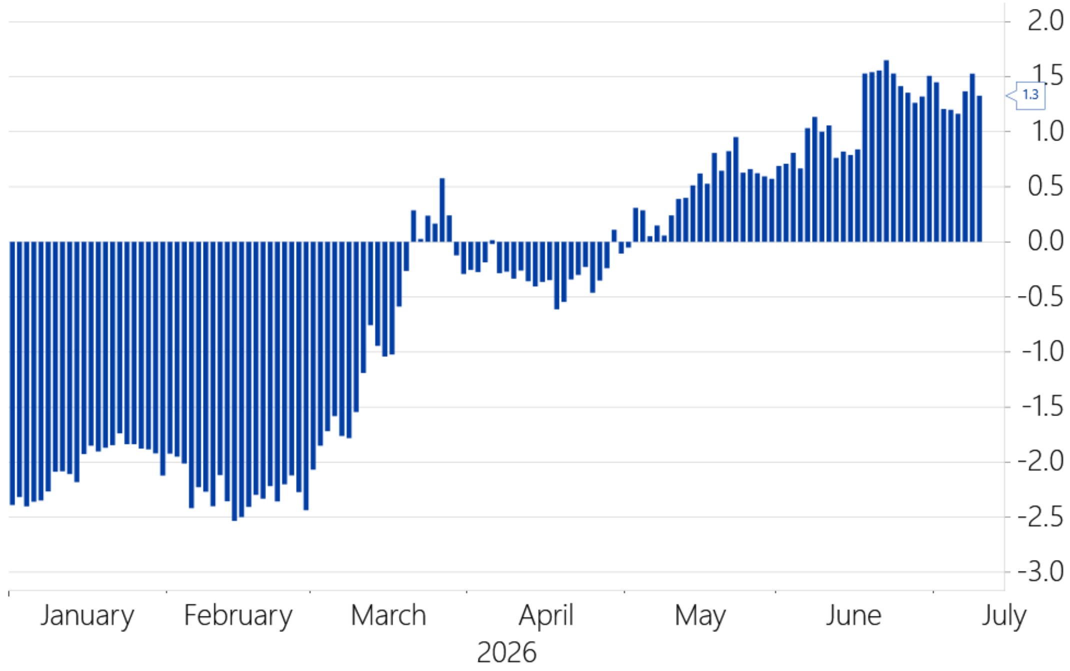
Most participants also discussed scenarios in which inflation remained elevated as a result of AI-related demand, the Middle East conflict, or tariffs, and almost all of these participants indicated that "some policy firming would likely be warranted."

The labor market remained stable and many participants noted that the labor market was "not currently a source of inflationary pressures."

Sources: Goldman Sachs, Nomura Securities

Federal Reserve: Number of Hikes/Cuts Expected By End of 2026

Market Implied, OIS Model, as at 7/9/2026



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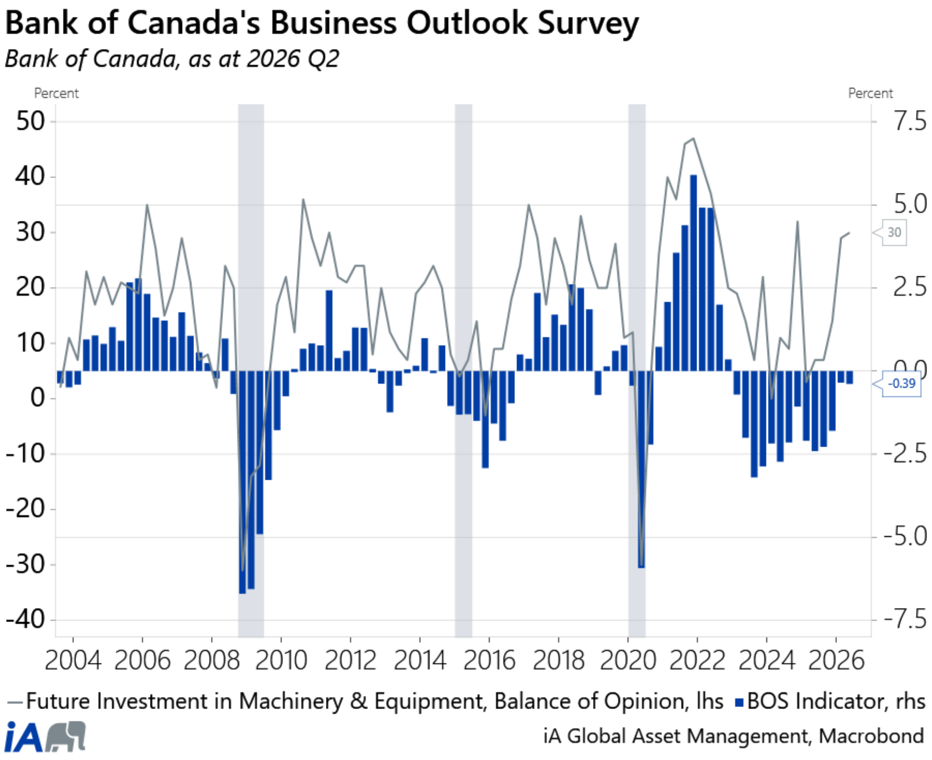
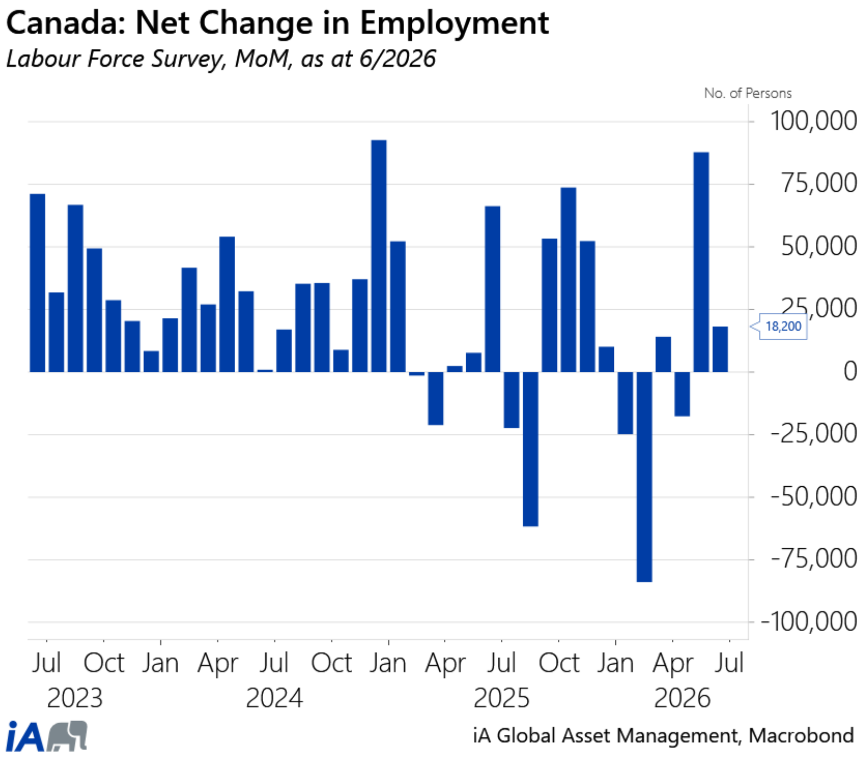
BoC: On the sidelines





What we'll be watching next week

Canada	▪ Bank of Canada decision ▪ Manufacturing sales
United States	▪ Inflation date (CPI and PPI) ▪ Retail Sales ▪ Industrial Production

MACRO PLAYLIST

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