

3 July 2025

S&P500 closes at another record after Trump's Vietnam-US deal; ASX to rise

- **Global markets.** The S&P 500 rose on Wednesday after President Donald Trump announced a U.S.-Vietnam trade deal. However, a new report showing private payrolls surprisingly decreased in June, which raised concerns over the state of the U.S. economy.

The broad market index gained 0.47% and closed at 6,227.42. The S&P 500 scored a fresh all-time intraday high and closed at a record. The Nasdaq Composite advanced 0.94% and posted a record close of 20,393.13. The Dow Jones Industrial Average slipped 10.52 points, or 0.02%, and ended at 44,484.42.

The S&P 500 saw a boost after Trump posted on Truth Social about the deal between the U.S. and Vietnam. The deal includes a 20% tariff on imports from Vietnam. Shares of Nike, which manufactures approximately half of its footwear in Vietnam as well as China, were 4% higher.

Earlier Wednesday, stocks came under some pressure after the latest report by ADP showed that the private sector lost 33,000 jobs last month. That marks the first monthly decline in ADP's payrolls report since March 2023. Economists polled by Dow Jones expected payrolls to grow by 100,000.

However, if the upcoming jobs data follows the ADP report in missing expectations, a Fed interest rate cut may be on the table when policymakers meet later this month, according to CFRA Research's Sam Stovall. There's already been growing expectations for the Fed lowering rates at its July meeting, as the CME Group's FedWatch tool shows a roughly 23% chance of a cut, up from almost 21% a day before.

- **In economic news.** May trade data is set for release at 11.30am, although the focus is on the US late Thursday when the June non-farm payrolls report and weekly jobless claims data will be released, and then later that night numbers on factory orders and durable goods orders.
- **In other markets.** UK bond yields surged amid uncertainty about the future of Rachel Reeves as chancellor of the Exchequer. The 10-year UK government note saw its yield soar 16 basis points to 4.61 per cent.
- **Futures.** ASX futures are pointing down 11 points or 0.1 per cent to 8587.

World Indices	Close	Prior	% Δ
<u>Local Markets</u>			
All Ordinaries	8,828.7	8,772.0	0.6%
ASX 200	8,597.7	8,541.1	0.7%
ASX Emerging Companies	2,291.0	2,295.7	-0.2%

<u>US Markets</u>			
Dow Jones	44,484.4	44,495.0	0.0%
S&P500	6,227.4	6,198.0	0.5%
Nasdaq	22,641.9	22,478.1	0.7%
Russell 2000	2,226.4	2,197.5	1.3%

<u>Asian & European Markets</u>			
Shanghai Composite	3,454.8	3,457.8	-0.1%
Nikkei	39,762.3	39,986.1	-0.6%
Hang Seng	24,221.4	24,072.3	0.6%
FTSE 100	8,774.7	8,785.3	-0.1%
DAX 30	23,790.1	23,671.3	0.5%
CAC 40	7,738.4	7,662.6	1.0%

S&P500 Sectors	Close	Prior	% Δ
Information Technology	4,972.6	4,908.8	1.3%
Communication Services	373.7	373.5	0.1%
Consumer Discretionary	1,770.3	1,756.9	0.8%

Economic Releases	Time	F'cast	Prior
CNY - Caixin Services PMI	11:45		
USD - Non Farm Payrolls	22:30		
USD - ISM Services PMI	0:00		

Key BW Names	Close	Prior	% Δ
Lotus Resources	0.195	0.195	0.0%
Elementos	0.100	0.099	1.0%
Frontier Energy	0.205	0.185	10.8%

Commodities	Close	Prior	% Δ
Oil - West Texas Crude	67.28	65.40	2.9%
Gold	3,370	3,348	0.7%
Gold (Aus)	5,100	5,070	0.6%
Silver	36.56	36.06	1.4%
Uranium (Spot)	79.00	79.00	0.0%
Global X Uranium ETF	37.71	37.42	0.8%
Sprott Uranium Miners ETF	47.52	46.76	1.6%
Sprott Physical Uranium Trust	18.00	18.49	-2.7%
Tin (Futures)	33,636	33,843	-0.6%
Copper	5.20	5.11	1.8%

Other Markets	Close	Prior	% Δ
SPI200 Futures	8,587.0	8,558.0	0.3%
DXY Index	96.7	96.8	-0.1%
AUD/USD	0.6587	0.6581	0.1%
2-Year Treasury Yield (%)	3.79	3.77	2 bp
10-Year Treasury Yield (%)	4.28	4.24	4 bp
US 2-10-Year Spread	0.49	0.47	2 bp
VIX Index	16.63	16.84	-1.2%