

Friday July 11, 2025

## CONFRONTATIONS

The American president is no stranger to controversy. The Brazilian government expressed outrage at the U.S. administration's threat to impose 50% tariffs on Brazilian imports for what was described as political reasons. The sharp criticism from the American president regarding the treatment of Brazil's former president is believed to be behind the White House's initiative.

Although the Brazilian currency has indeed fallen significantly against the U.S. dollar, commentators are more concerned about the impact on investor confidence. Indeed, a U.S. administration making such decisions repeatedly could add an extra layer of uncertainty and negatively affect financial assets.

In addition to this, Trump has also threatened to impose tariffs totaling 35% on Canadian products not covered by USMCA starting Aug. 1 unless a new trade deal is reached.

Despite this, stock markets remain near record highs, with technology stocks continuing to perform well. On the currency front, things are relatively calm. It's worth noting that the behavior of the USDCAD, where any upward movement lacks strong conviction, was once again observed yesterday.

This morning, we are watching for the release of Canadian employment figures for June. Expectations are for stagnation, but this data is known to be volatile.

Have a good day!

Julien Duquette

### Economic news to watch today

CA: Employment numbers (June)

## Market Moves

Source: Bloomberg at market close

USD/CAD	<b>1.3655</b> -0.0030
EUR/USD	<b>1.1701</b> -0.0019
EUR/CAD	<b>1.5975</b> -0.0065
TSX	<b>27,082</b> +0.41%
S&P500	<b>6,280</b> +0.27%
WTI Oil	<b>66.57</b> -2.65%
CA 10-YR Bond Yield	<b>3.41%</b> 1.04%
US 10-YR Bond Yield	<b>4.35%</b> +0.41%

## Trends

Range of the day	1.3740	1.3640
Range of the next 5 days	1.3800	1.3600

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