

PSDLAF NEWSLETTER | MARKET UPDATE

MARCH 2025

Market and Economic Highlights

- ▶ Treasury yields moved lower across the curve in February
- ▶ January CPI came in higher than expected, but PCE was in line with expectations
- ▶ Fed Chair Powell said more work to do on inflation
- ▶ Mortgages outperformed credit for the month
- ▶ S&P 500 remains positive YTD despite negative returns in February

Sources: Bloomberg, FactSet

Market Returns

Market Index	1-Month	3-Month	YTD	1-Year
Bloomberg 9-12 Month T-Bill	0.37%	1.20%	0.72%	5.34%
Bloomberg 1-5 Year Government	1.00%	1.41%	1.50%	5.33%
Bloomberg Intermediate U.S. Gov/ Credit A or Better	1.39%	1.35%	1.96%	5.59%
Bloomberg Intermediate U.S. Agg.	1.75%	1.35%	2.31%	6.09%
S&P 500	-1.30%	-0.99%	1.44%	18.38%
Russell 2000	-5.35%	-10.90%	-2.87%	6.68%

Source: Bloomberg; As of 2/28/25

FEATURED MARKET DATA

Sentiment Weakens in February

U.S. Economic data reported in February generally weakened as shown by the Citigroup Economic Surprise Index turning negative during the month. At the same time, consumer confidence softened, led by a decrease in the Expectations component of the index. The risk-off sentiment focused on themes of slowing growth, concerns surrounding tariffs and inflation, and a cautious Fed following higher than expected January CPI. On a positive note, with 97% of S&P 500 companies reporting, 75% and 63% reported positive surprises for EPS growth and revenue growth, respectively. Despite these positive results, the S&P 500 declined 1.3% for the month and Treasury prices were higher.

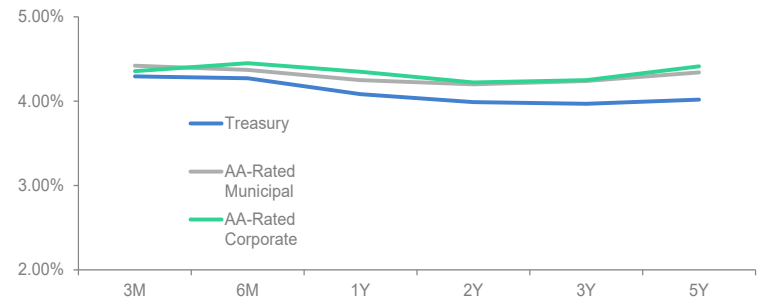
Source: Bloomberg, FactSet

Citigroup Economic Surprise Index



Source: Bloomberg

Market Yields



Source: Bloomberg Finance L.P. 2/28/25

U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Consumer Price Index (YoY)	02/12/25	JAN	2.9%	3.0%	2.9%
Retail Sales Ex. Auto (MoM)	02/14/25	JAN	0.3%	-0.4%	0.7% (R)
Chicago Fed National Activity Index	02/24/25	JAN	-0.05	-0.03	0.18 (R)
Consumer Confidence	02/25/25	FEB	102.5	98.3	105.3 (R)
Personal Income	02/28/25	JAN	0.4%	0.9%	0.4%
Personal Spending	02/28/25	JAN	0.2%	-0.2%	0.8% (R)
Core PCE (YoY)	02/28/25	JAN	2.6%	2.6%	2.9% (R)
Change in Nonfarm Payrolls	03/07/25	FEB	143K	--	111K
Unemployment Rate	03/07/25	FEB	4.0%	--	4.0%

Source: Bloomberg Finance L.P. 3/3/25.

Contact Information



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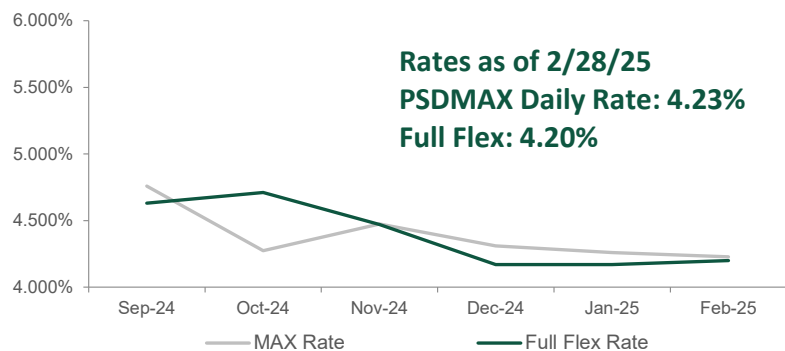
PMA Financial Network, LLC | 2101 Oregon Pike | Lancaster, PA 17601

INVESTMENT RATES

MARCH 2025

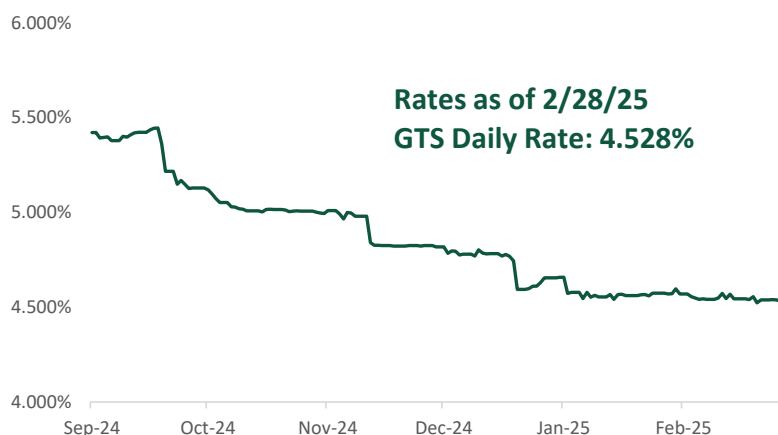
PSDMAX INVESTMENT RATE For School and Municipal Entities

Liquid Investment Rates | Past 6 Months



GTS INVESTMENT RATE For Municipal Entities Only

Liquid Investment Rates | Past 6 Months

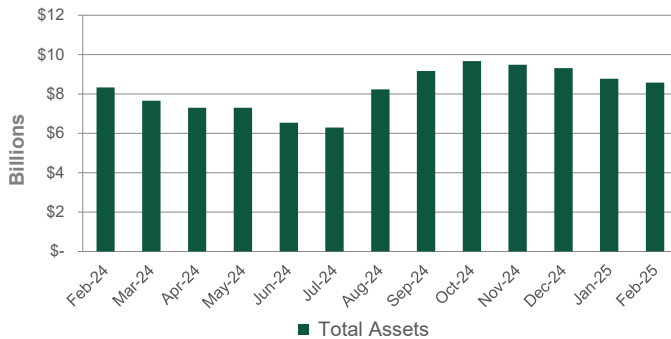


Series Includes Act 10 of 2016 Investments.

TOTAL FUND ASSETS | ANNOUNCEMENTS

MARCH 2025

Total Fund Assets | Year over Year



As of 2/28/25: \$8,576,933,880.19
(Total Assets)

Holiday Calendar 2025

Fund Closed	Holiday Observed
Monday, May 26	Memorial Day
Wednesday, June 19	Juneteenth Day
Friday, July 4	Independence Day

Important

PSDLAF does not offer Act 10 securities to Pennsylvania Schools due to the **Legal Alert that was issued by PSBA** on Negotiable Certificates of Deposits (2016). Excerpt from the legal alert: "Thus, to the extent the amount of a negotiable CD of the uncollateralized kind currently available in the market exceeds \$250,000 (the limit of FDIC deposit protection), **it would be an impermissible investment in violation of the School Code, notwithstanding Act 10.**" Additionally, per PSBA's recommended investment guidelines, **all Act 10 securities are excluded for Intermediate Units and Vocational Technical Schools.** The **GTS program for Municipal Entities Only** does include Act 10 securities. For more information on GTS, please [click here](#).



IMPORTANT

PSDLAF Offers Same-Day Credit for Wire Transfers

For incoming wire transfers, Settlers must initiate the wire transfer directly with their financial institution and **notify the Fund of the deposit by 12:00 P.M. Eastern Time** to receive same-day credit.

There are three options available to notify the Fund:

1. Secure online platform
2. Speak directly with a PSDLAF team member at 866-548-8634
3. Email the team at psdlaf@pmanetwork.com

IMPORTANT INFORMATION:

A PSDLAF team member **must confirm the request and provide a confirmation number prior to 12:00 P.M. Eastern Time** for the Settlor to receive the same-day credit.

If there is a failure to transfer the Funds to PSDLAF on the date indicated, the Settlor may be assessed a fee. This fee is assessed by the Custodian of the Fund based on the number of days the wire failure is outstanding.

If you need additional information, please contact a PSDLAF team member.