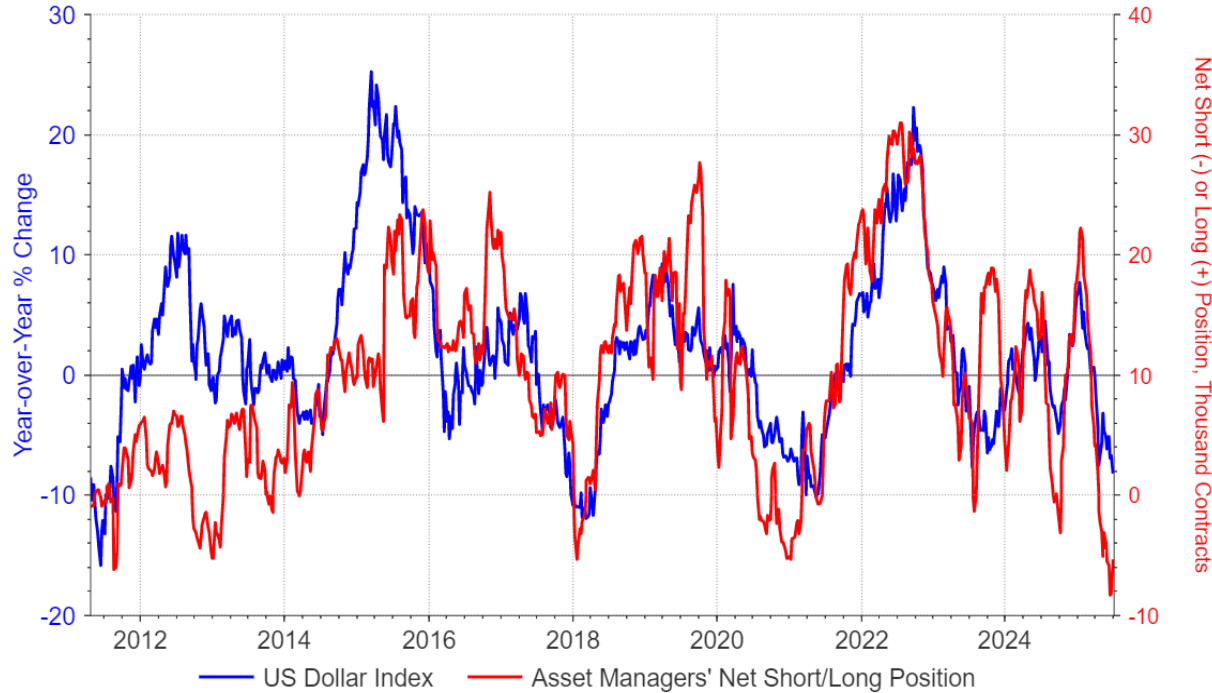


US Dollar Index Fades to a Three-Year Low



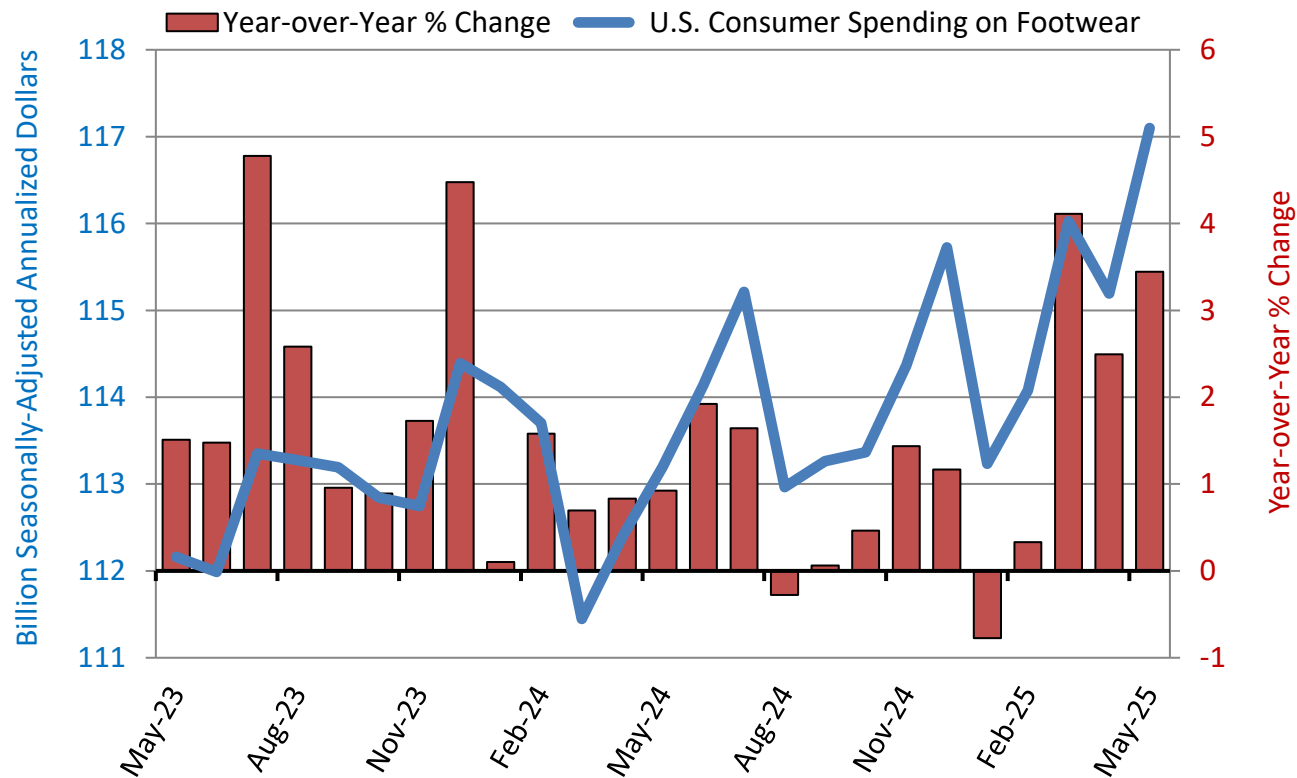
1. DXY ↓11.6% YTD
2. Weakest YTD since '09
3. Israel/Iran spat cooling
4. Fed set to resume cutting rates in 2H 2025

Dollar Drops as Asset Managers Turn more Bearish on the Greenback



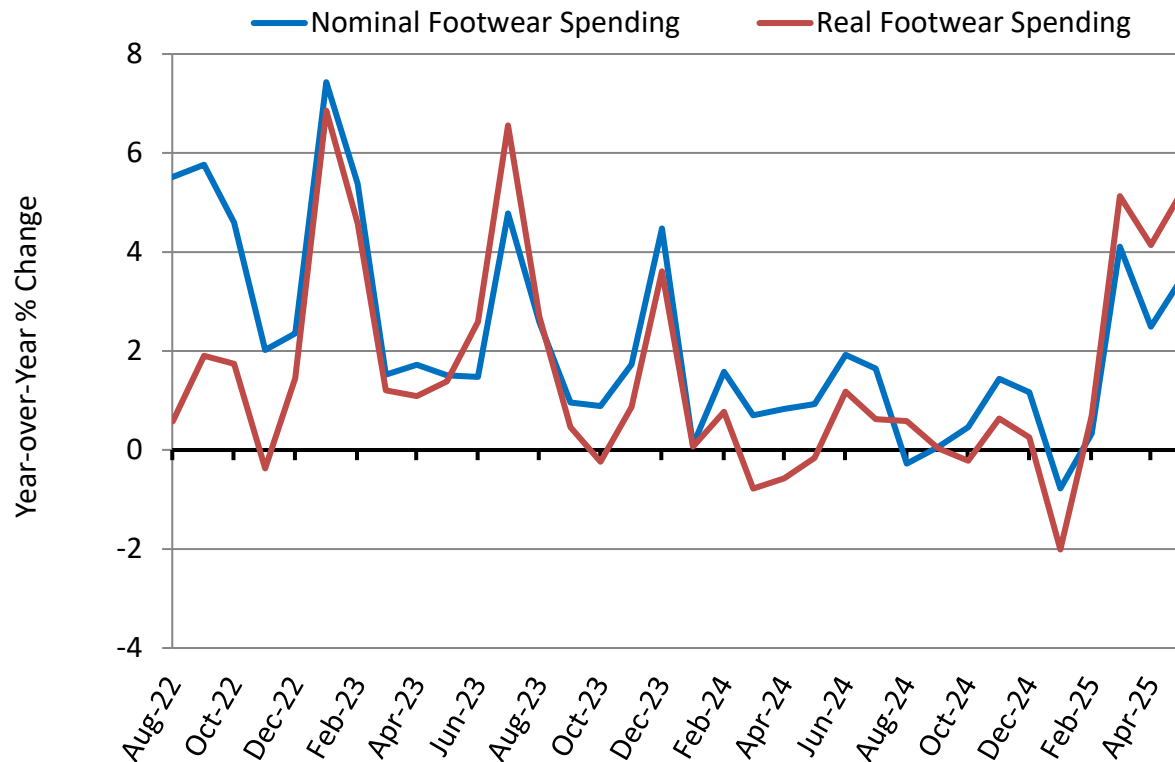
1. Asset managers: Most next short on record
2. A weaker dollar → firmer commodity prices and import costs

Footwear Spending Grows again to a Record in May



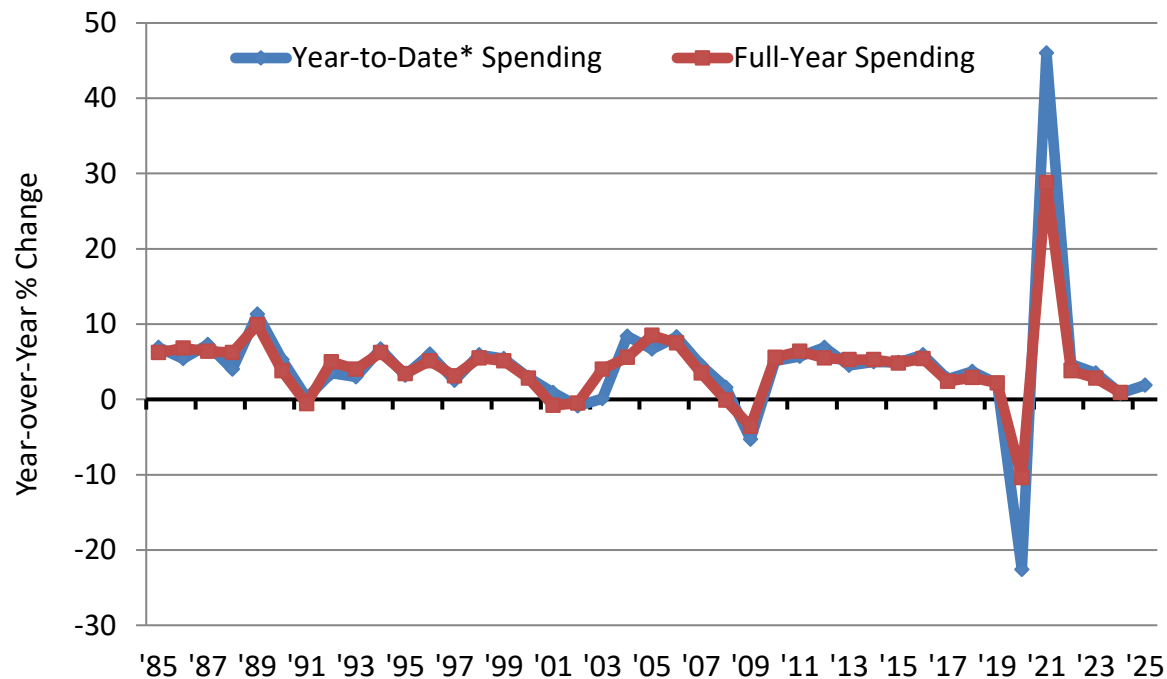
1. Footwear demand in May: An annualized \$117.1B, highest on record
2. ↑3.4% y/y, higher 33 of 35 months
3. 2nd fastest expansion in 17 months
4. But rose slower than gains in other key areas of consumer spending

Footwear Spending Grows even Faster in Volume Terms



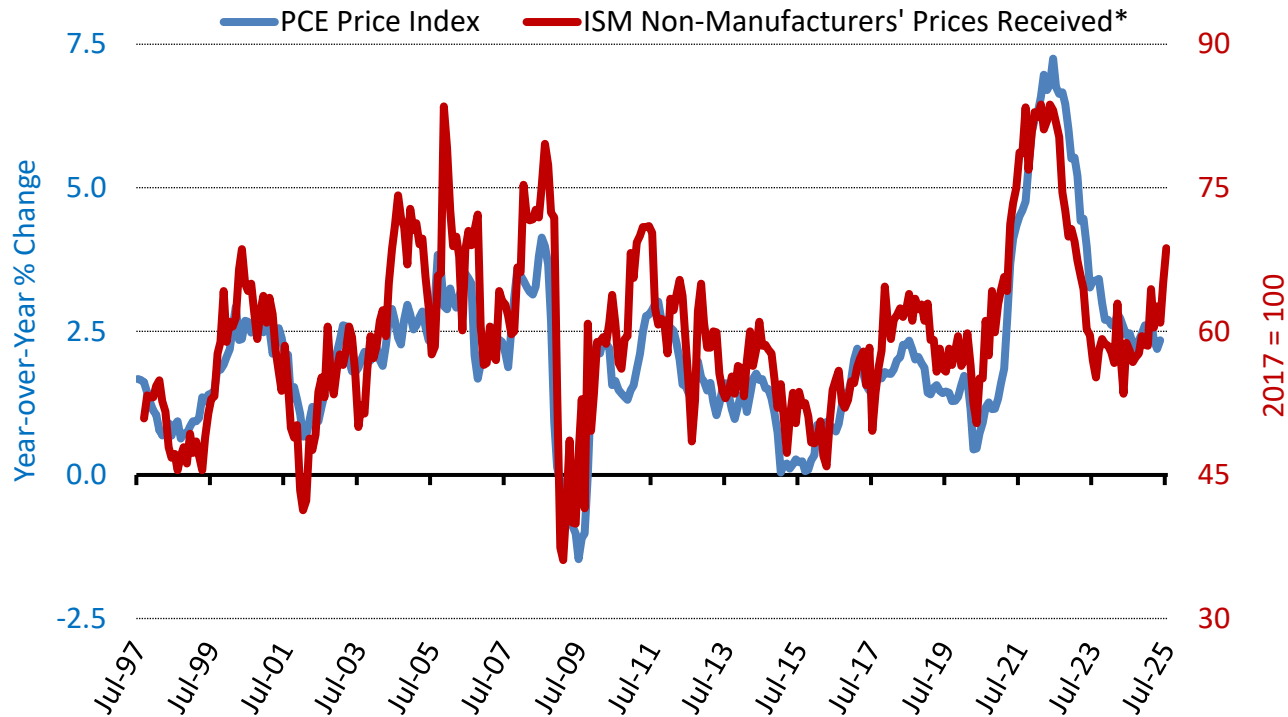
1. Volume terms: $\uparrow 5.2\%$ y/y in May
2. Fastest in 20 months
3. Volume spending > dollar spending only 4 of last 22 months

Uptick in Year-to-Date Footwear Spending Hints at Modest Change in 2025



1. YTD spending: $\uparrow 1.9\%$ y/y
2. YTD +/- \rightarrow full-year +/- 39 of the last 42 years
3. ~2-in-3 chance that spending in 2025 will range from -1.2% lower to 5.0% higher
4. Range is likely to narrow with each passing month

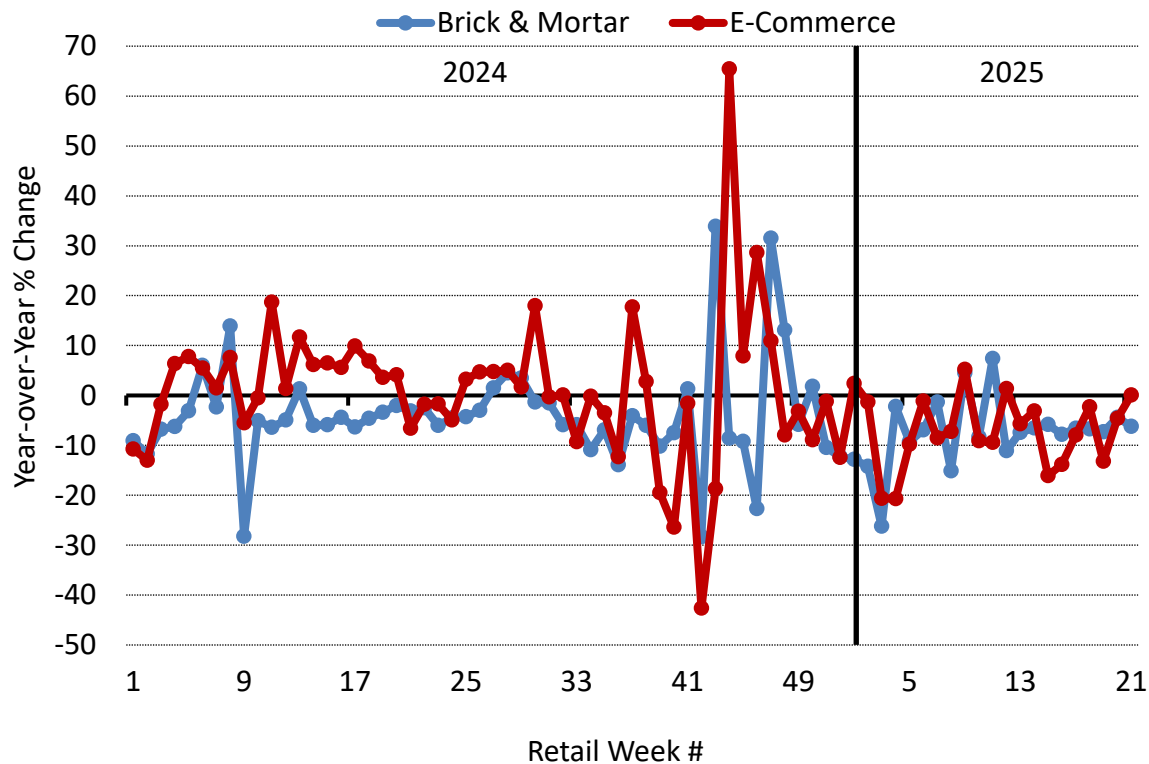
Inflation Holds Steady...for now



1. Inflation \uparrow 2.3% y/y in May
2. ISM Non-manufacturer's Index of Prices Received jumped to 68.7 in May
3. \uparrow 18.5% y/y, 2-month lag
4. Hints inflation set to rise soon

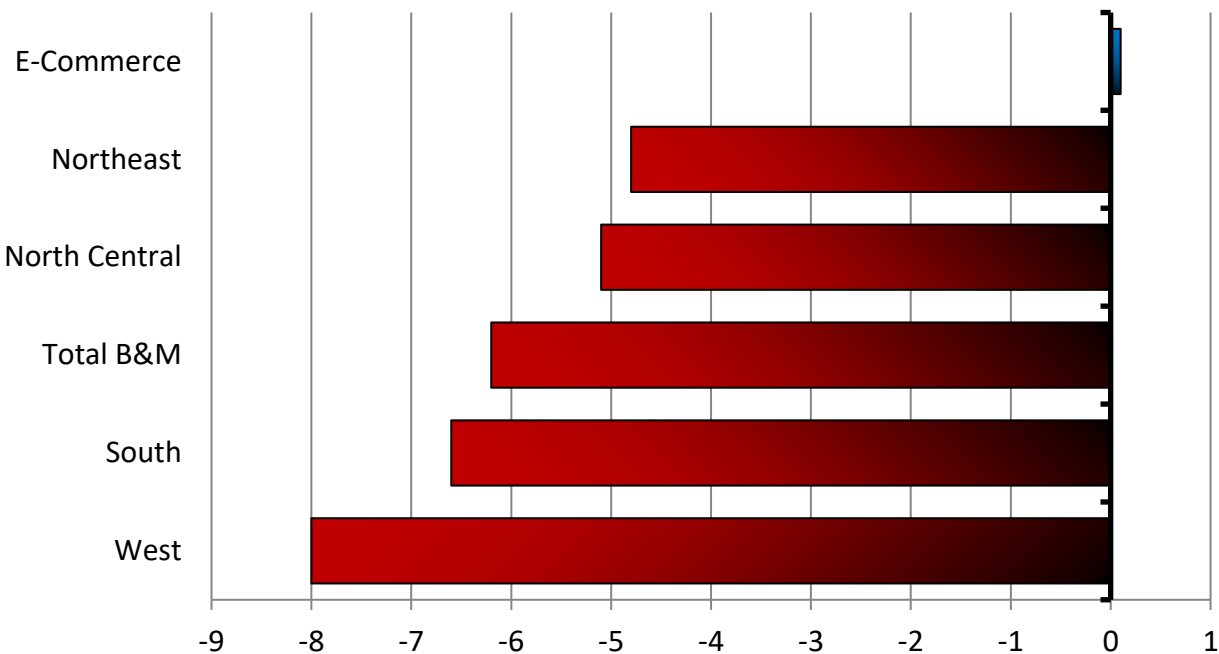


Both Brick & Mortar and E-Commerce Shoe Sales Diverge in Latest Week



1. B&M ↓6.2% y/y
2. ↓ 21 of last 23 weeks
3. 18-week low
4. E-comm ↑0.1% y/y
5. ↑ Only 4 of last 26 weeks
6. Just up from 17-week low touched 2 weeks ago

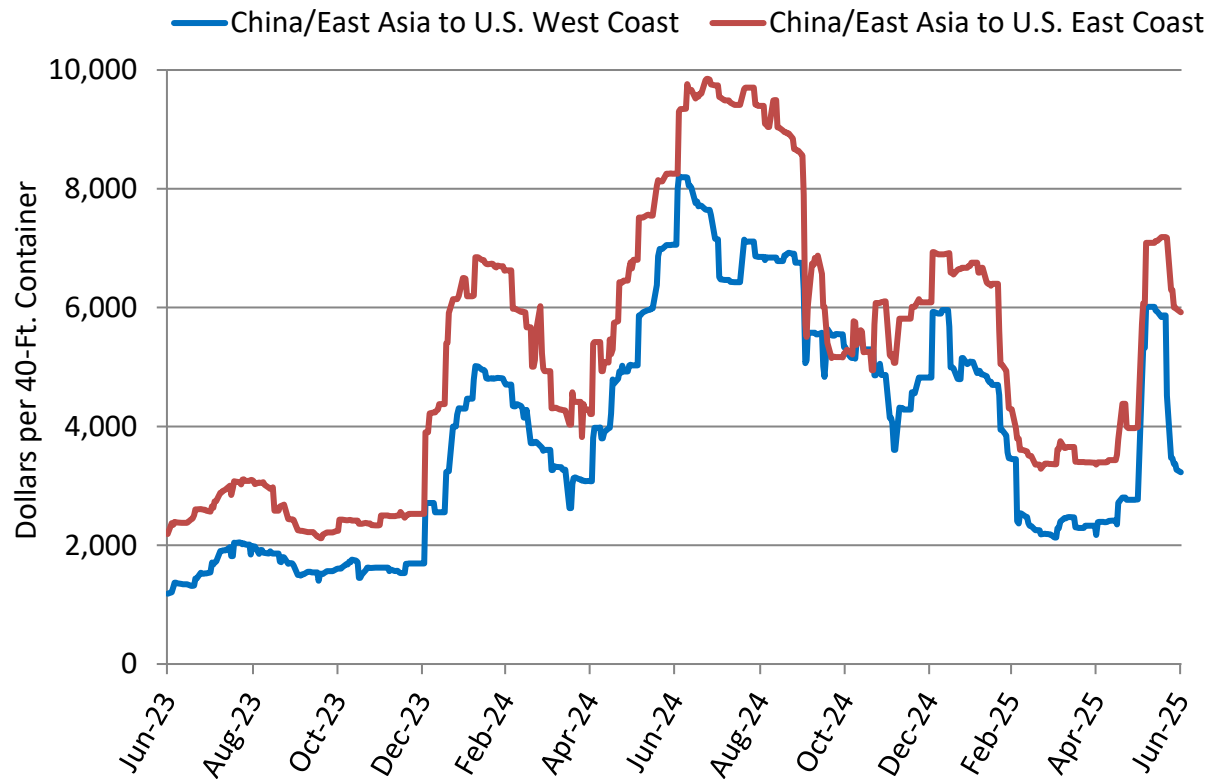
Brick & Mortar Shoe Store Sales Lower Across the Board again in Latest Week



Week 21 2025 vs. Week 21 2024, % Change

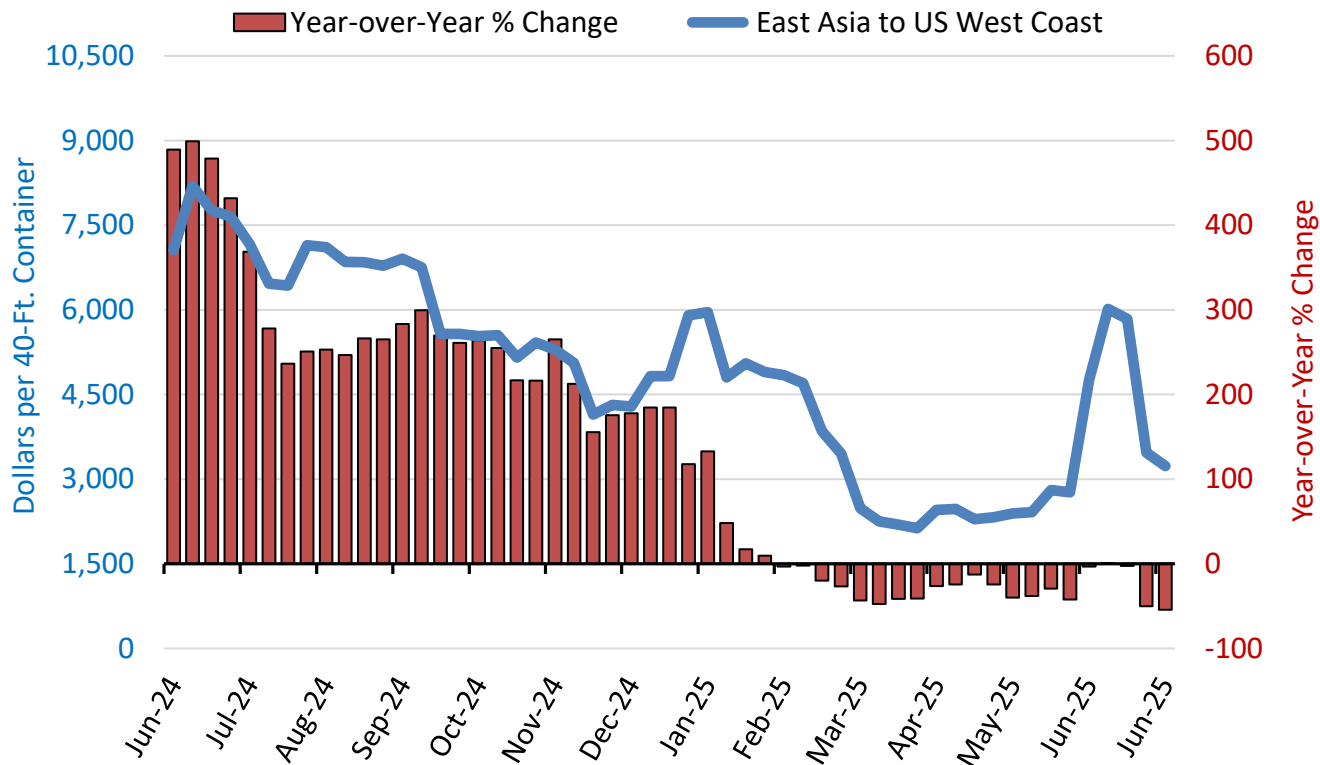
- 1. Northeast: ↓4.8%, ↓21 of 24 weeks
- 2. North Central: ↓5.1%, ↓20 of 23 weeks
- 3. South: ↓6.6%, ↓21 of 23 weeks
- 4. West: ↓8.0%, ↓22 of 24 weeks
- 5. YTD B&M: ↓7.3%
- 6. YTD e-comm: ↓7.3%
- 7. YTD total: ↓7.3%

Trans-Pac Container Rates Fade Further from Nine-Month Highs



1. US W Coast: \$3,230/FEU
2. US E Coast: \$5,921/FEU
3. Both sharply off 9-month highs
4. Oil ↓, bunker fuel ↓, shipping capacity ↑

China/East Asia to US West Coast Rate *Sharply* Lower y/y



1. Currently ↓ 54.2% y/y
2. Demand surge behind us?
3. Carriers have increased capacity on the lane by 13% compared to March and early April.

- Amazon Prime Day: 7 days
- End of 90-day pause on new tariffs: 8 days
- Shoe Sourcing Executive Summit: 15 days
- Next FOMC meeting concludes: 29 days
- End of reciprocal tariff pause: 43 days

