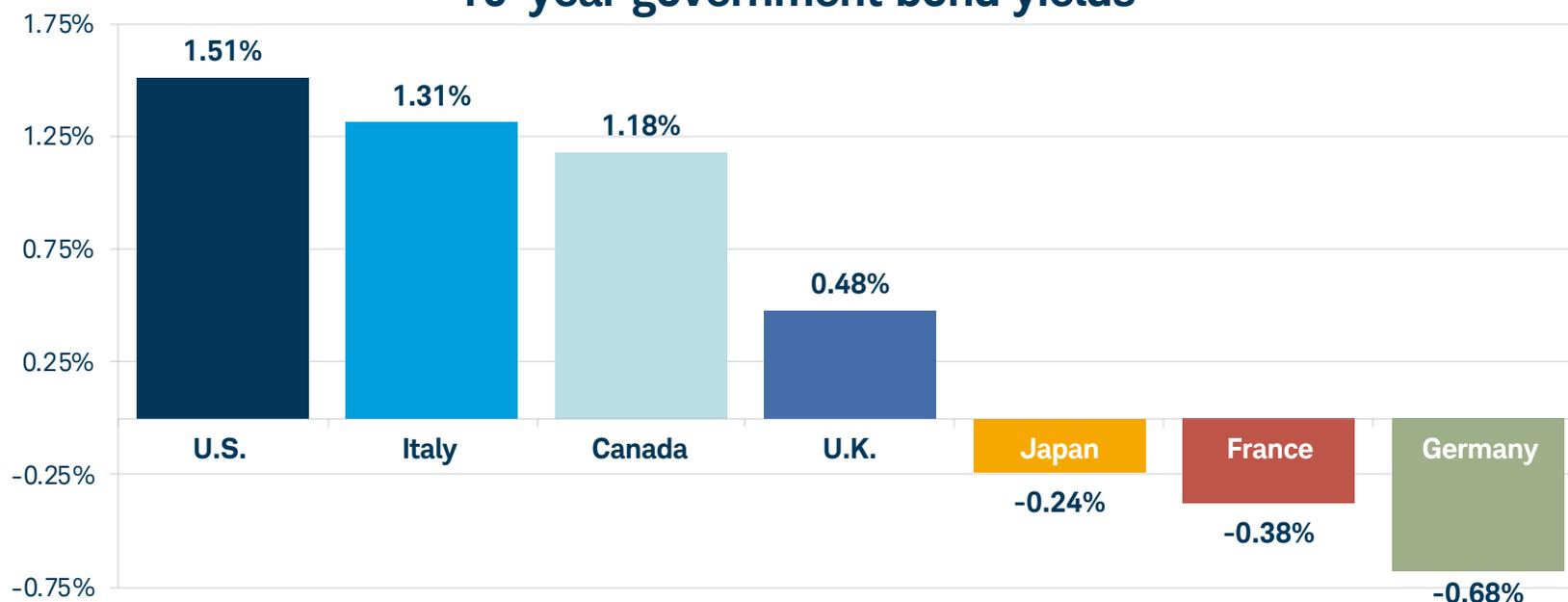


Think bond yields are low in the U.S.?

Think again! Compared with most international equivalents, U.S. Treasury yields are quite compelling.

10-year government bond yields



Historically speaking, when inflation has been low, bond yields have been low—*just like now*. And we see no reason for inflation to jump anytime soon, in spite of a solid jobs market.

But if you think bond yields are low in the U.S., look closely at this chart. Not only are yields lower overseas, they're actually **negative** throughout much of Europe, as well as in Japan.

From a global perspective, U.S. Treasuries look quite compelling. Continued demand from international investors has the potential to drive down U.S. yields further, and even negative yields seem conceivable.

Sources: Charles Schwab Investment Management, Inc.; Bloomberg. Data as of 08/23/19.

What does this mean for investors?

Treasuries tend to shine brightly when stocks tumble. Ask your advisor today if you have enough Treasuries in your portfolio.

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