

Citigroup slashes end of year price target for S&P 500 amid policy uncertainty

Citigroup has slashed its end of year price target for the S&P 500, becoming the latest Wall Street bank to flag the potential hit to large US companies from President Donald Trump’s tariffs.

The bank now expects the blue-chip index to end 2025 at about 5,800, implying a rally of roughly 6.7 per cent from current levels. The bank had previously forecast the S&P to finish the year at 6,500.

Citi also lowered its 2025 earnings per share estimate to \$255 from \$270, as it joined banks including Bank of America and Oppenheimer in cutting its forecasts for the largest listed US companies.

“The goldilocks sentiment in place entering this year has given way to abject uncertainty,” Citi analyst Scott Chronert said in a note on Friday.