

WEEKLY MARKET SNAPSHOT

Week Ended | Friday, July 17, 2020

Market Commentary

Global equities gained 1.2% last week. U.S. stocks gained 1.5% and developed international added 2.2%, while emerging markets declined 1.4%. Year-to-date, global equities are down 2.0% with domestics down 0.3%, followed by emerging markets (-4.0%) and developed international (-7.7%). Bonds gained 0.2% adding to year-to-date gains of 5.6%. The US 10-yr treasury yield declined 1 bps to end the week at 0.63%.

Stocks rallied throughout the week despite indications that the resurgence in coronavirus cases in the Southern and Western U.S. is beginning to take a toll on the economy. June retail sales data surprised positively with 7.5% growth over May vs. 5.0% growth expected. However, consumer sentiment fell short of expectations retreating to levels last seen in May. As it stands, oversized unemployment benefits are set to expire later this month, stimulus checks were spent months ago, and labor market conditions are deteriorating as backpedaling in affected states is already causing another wave of layoffs. In the absence of a medical solution and/or better containment of the virus, we would look for a fourth phase of fiscal stimulus to stabilize sentiment and bolster consumers in the short-term. House Democrats have expressed optimism that they can reach a deal with the Republican-led Senate by month-end.

In addition to another round of second quarter earnings reports, the week ahead brings more data on initial and continuing jobless claims on Thursday (7/23). Economists expect initial claims to notch an 18th week of more than 1M, while continuing claims are expected to trend lower. Any noteworthy progress on a stimulus bill will be key.

	One Week	Month To Date	Quarter To Date	Year To Date	One Year	Three Years	Five Years
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Total Returns (%)

Global Stocks	Price	1.2	4.5	4.5	(2.0)	5.8	7.0	7.0
US Stocks	731.0	1.5	4.0	4.0	(0.3)	8.8	10.8	10.4
Developed International	5921.6	2.2	4.1	4.1	(7.7)	(1.0)	1.5	2.4
Emerging Markets	506.7	(1.2)	6.5	6.5	(4.0)	2.5	2.6	4.8
Domestic Stocks	Price	1.5	4.0	4.0	(0.3)	8.8	10.8	10.4
Large Cap	3224.7	1.3	4.1	4.1	0.9	10.2	11.6	10.9
Large Cap Value	1108.9	3.4	3.7	3.7	(12.4)	(1.9)	4.7	6.4
Large Cap Growth	2184.2	(0.1)	4.3	4.3	12.6	21.0	17.2	14.6
Mid Cap	1836.6	3.6	3.0	3.0	(10.1)	(3.5)	3.0	5.7
Small Cap	847.2	3.7	1.9	1.9	(16.3)	(8.5)	0.8	4.7
Domestic Fixed Income	Yield	0.2	0.3	0.3	5.6	7.5	4.4	3.6
1-5 Year: Treasuries	0.20	0.0	0.0	0.0	4.2	5.5	3.2	2.4
IG Corps	1.05	0.2	0.4	0.4	3.7	5.8	3.9	3.4
Municipals	0.59	0.2	0.3	0.3	2.1	2.9	2.4	1.9
5-10 Year: Treasuries	0.45	0.1	0.1	0.1	9.8	11.5	5.9	4.6
IG Corps	1.81	0.6	1.3	1.3	6.6	10.6	6.6	6.1
Municipals	1.01	0.5	0.8	0.8	3.2	4.6	3.9	3.7
10+ Year: Treasuries	1.23	0.1	1.6	1.6	23.2	28.4	12.6	9.5
IG Corps	2.91	1.3	4.1	4.1	10.7	18.5	9.9	9.6
Municipals	1.86	0.5	1.3	1.3	3.3	5.8	5.4	5.1
High Yield	6.15	1.1	2.2	2.2	(1.7)	2.2	3.8	5.3
High Yield Muni	4.64	0.8	1.7	1.7	(1.0)	2.3	5.6	6.1

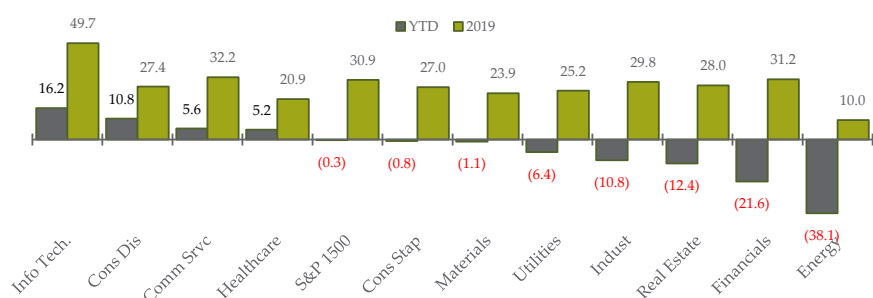
Price Changes (%)

Currencies/Commodities	Price	(0.7%)	(1.5%)	(1.5%)	(0.5%)	(1.2%)	0.4%	(0.4%)
US Dollar	95.9	(0.7%)	(1.5%)	(1.5%)	(0.5%)	(1.2%)	0.4%	(0.4%)
Crude Oil (WTI)	40.6	0.1%	3.4%	3.4%	(33.5%)	(27.0%)	(4.9%)	(4.4%)
Gold	1810.4	0.7%	1.7%	1.7%	19.3%	27.0%	13.4%	9.8%
Industrial Metals	109.7	(0.7%)	4.9%	4.9%	(4.2%)	(6.2%)	(1.5%)	0.2%

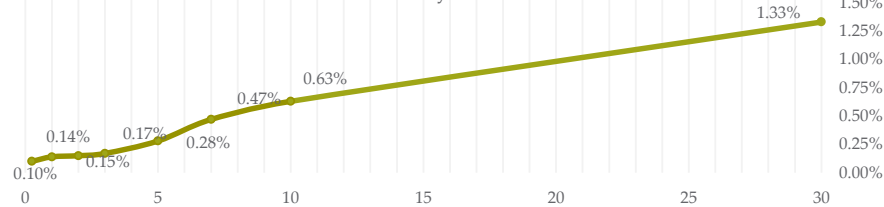
Coming This Week

Event	Date	Time	Period	Consensus Exp.
US Existing Home Sales MoM	7/22/2020	10:00 AM	Jun	22.76%
US Initial Jobless Claims	7/23/2020	8:30 AM	Wk Ended 7/18	1.29M
Conf Board Leading Indicators	7/23/2020	10:00 AM	Jun	2.10%
Markit Eurozone Flash PMI	7/24/2020	4:00 AM	Jul	50.00
Markit US Flash PMI	7/24/2020	9:45 AM	Jul	52.00

S&P 1500 | GICS Sectors | Total Return



US Treasury Yield Curve



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Data sources:

Source: Bloomberg Finance L.P.; Global stocks = MSCI ACWI Index; US Stocks = S&P 1500 Composite Index; Developed International = MSCI EAFE Index; Emerging Markets = MSCI Emerging Markets Index; Large Cap Stocks = S&P 500 Index; Large Cap Value = S&P 500 Value Index; Large Cap Growth = S&P 500 Large Cap Growth Index; Mid Cap = S&P 400 Index; Small Cap = S&P 600 Index; Domestic Fixed Income = Bloomberg Barclays Intermediate Government/Credit Index; 1-5 Year Treasuries = Bloomberg Barclays US Treasury 1-5 Yr Total Return Index; 1-5 Year IG Corps = Bloomberg Barclays US Corporate 1-5 years Total Return Index; 1-5 Year Municipals = Bloomberg Barclays Municipal Short (1-5) Yr Total Return Index; 5-10 Year Treasuries = Bloomberg Barclays US Treasury 5-10 Yr Total Return Index; 5-10 Year IG Corps = Bloomberg Barclays US Credit Corp 5-10Y Total Return Index; 5-10 Year Municipals = Bloomberg Barclays Municipal Bond: Muni Intermediate (5-10) Total Return Index; 10+ Year Treasuries = Bloomberg Barclays US Long Treasury Total Return Index; 10+ Year IG Corps = Bloomberg Barclays Long U.S. Corporate Total Return Index; 10+ Year Municipals = Weighted average of Bloomberg Barclays Municipal Bond 15 Year (12-17) TR Index, Bloomberg Barclays Municipal Bond 20 Year (17-22) TR Index & Bloomberg Barclays Municipal Long Bond Index (22+ TR Index; High Yield = Bloomberg Barclays US Corporate High Yield Total Return Index; High Yield Muni = Bloomberg Barclays Muni High Yield Total Return Index; US Dollar = US Dollar Index Spot Rate; Crude Oil (WTI) = Generic 1st Crude Oil, WTI; Gold = Gold Spot \$/Oz Currency; Industrial Metals = Bloomberg Industrial Metals Subindex; Info Tech. = S&P Supercomposite Information Technology Sector GICS Level 1 Index; Healthcare = S&P Supercomposite Health Care Sector GICS Level 1 Index; Real Estate = S&P Supercomposite Real Estate Sector GICS Level 1 Index; Utilities = S&P Supercomposite Utilities Sector GICS Level 1 Index; Cons Stap = S&P Supercomposite Consumer Staples Sector GICS Level 1 Index; S&P 1500 = S&P 1500 Composite Index; Indust = S&P Supercomposite Industrials Sector GICS Level 1 Index; Materials = S&P Supercomposite Materials Sector GICS Level 1 Index; Financials = S&P Supercomposite Financials Sector GICS Level 1 Index; Cons Dis = S&P Supercomposite Consumer Staples Sector GICS Level 1 Index; Comm Srvc = S&P Supercomposite Communication Services Sector GICS Level 1 Index; Energy = S&P Supercomposite Energy Sector GICS Level 1 Index

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