

Stock Index Performance

Index	Week	YTD	12-mo.	2022	5-yr.
Dow Jones Industrial Avg. (35,228)	2.13%	7.54%	12.35%	-6.86%	9.39%
S&P 500 (4,536)	0.70%	19.22%	15.36%	-18.13%	12.02%
NASDAQ 100 (15,426)	-0.90%	41.65%	23.32%	-32.38%	17.01%
S&P 500 Growth	0.40%	23.00%	10.10%	-29.41%	12.40%
S&P 500 Value	1.05%	15.11%	19.83%	-5.25%	10.67%
S&P MidCap 400 Growth	1.36%	14.07%	13.66%	-19.01%	7.23%
S&P MidCap 400 Value	1.03%	10.50%	13.71%	-7.01%	8.18%
S&P SmallCap 600 Growth	1.47%	10.26%	5.30%	-21.13%	4.82%
S&P SmallCap 600 Value	1.81%	8.90%	8.11%	-11.09%	5.05%
Russell 2000	1.52%	12.20%	8.35%	-20.46%	4.28%
MSCI EAFE	-0.57%	14.06%	19.00%	-14.45%	4.54%
MSCI World (ex US)	-0.64%	12.06%	14.13%	-16.00%	3.76%
MSCI World	0.36%	17.55%	15.64%	-18.14%	9.00%
MSCI Emerging Markets	-1.31%	7.94%	5.36%	-20.09%	1.41%
S&P GSCI	-2.27%	-0.98%	-4.31%	25.99%	5.26%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/21/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

S&P Sector Performance

Index	Week	YTD	12-mo.	2022	5-yr.
Communication Services	-3.01%	36.40%	11.00%	-39.89%	9.30%
Consumer Discretionary	-2.28%	33.80%	10.57%	-37.03%	9.50%
Consumer Staples	1.75%	3.18%	7.60%	-0.62%	10.89%
Energy	3.53%	-2.27%	22.35%	65.43%	7.55%
Financials	2.96%	4.04%	9.33%	-10.57%	7.29%
Health Care	3.48%	1.13%	6.37%	-1.95%	11.49%
Industrials	0.91%	12.48%	22.92%	-5.51%	10.09%
Information Technology	-0.08%	44.56%	29.63%	-28.19%	20.94%
Materials	0.58%	8.85%	13.25%	-12.28%	9.87%
Real Estate	-0.51%	6.18%	-4.49%	-26.21%	7.11%
Utilities	2.40%	-1.37%	3.09%	1.56%	9.06%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/21/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results. On 9/28/18, the Global Industry Classification Standard (GICS) was reconstituted and the Telecommunications Services sector was renamed Communication Services. GICS sector information for periods prior to 9/28/18 may not necessarily be comparable to the reconstituted sectors.

Bond Index Performance

Index	Week	YTD	12-mo.	2022	5-yr.
U.S. Treasury: Intermediate	-0.10%	1.42%	-0.93%	-7.77%	0.88%
GNMA 30 Year	0.01%	2.35%	-2.02%	-10.77%	0.10%
U.S. Aggregate	0.01%	2.30%	-1.72%	-13.01%	0.78%
U.S. Corporate High Yield	0.10%	6.53%	6.23%	-11.19%	3.46%
U.S. Corporate Investment Grade	0.20%	3.57%	0.06%	-15.76%	1.72%
Municipal Bond: Long Bond (22+)	0.80%	5.96%	2.84%	-15.58%	1.70%
Global Aggregate	-0.53%	2.51%	-0.23%	-16.25%	-0.88%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/21/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Key Rates

Fed Funds	5.00%-5.25%	2-yr T-Note	4.84%
CPI - Headline	3.00%	5-yr T-Note	4.09%
CPI - Core	4.80%	10-yr T-Note	3.84%
Money Market Accts.	0.53%	30-yr T-Bond	3.90%
1-yr CD	1.60%	30-yr Fixed Mortgage	7.35%
3-yr CD	1.30%	Prime Rate	8.25%
5-yr CD	1.36%	Bond Buyer 40	4.36%

Sources: Bankrate.com, Federal Reserve Bank NY, & US Bureau of Labor Statistics. Prime Rate as of 7/18/23, all other data as of 7/21/23.

Market Indicators

TED Spread	20 bps
Investment Grade Spread (A2)	159 bps
ICE BofA US High Yield Constrained Index Spread	391 bps

Source: Bloomberg. As of 7/21/23.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 7/12/23

	Current Week		Previous	
Domestic Equity	-\$3.052	Billion	\$3.388	Billion
Foreign Equity	\$1.633	Billion	-\$1.615	Billion
Taxable Bond	\$6.840	Billion	\$12.610	Billion
Municipal Bond	\$207	Million	-\$23	Million

Change in Money Market Fund Assets for the Week Ended 7/19/23

	Current Week		Previous	
Retail	\$7.21	Billion	\$5.23	Billion
Institutional	-\$2.99	Billion	-\$25.60	Billion

Source: Investment Company Institute.

Factoids for the Week of July 17, 2023

Monday, July 17, 2023

Data from PitchBook revealed that venture capital firms raised just seven so-called "megafunds" (a fund of \$1 billion or more) through the first six months of 2023, according to The Wall Street Journal. For comparison, the total number of megafunds raised by venture capital firms stood at 33 and 23 during the 2022 and 2021 calendar years, respectively. The declining number of megafunds mirrors a drop in the size and frequency of late-stage funding rounds. PitchBook reported that late-stage venture capital deal value stood at \$11.6 billion in Q1'23, a 21-quarter low.

Tuesday, July 18, 2023

The Federal Deposit Insurance Corporation (FDIC) announced that U.S. commercial banks and savings institutions insured by the FDIC reported aggregate net income totaling \$79.8 billion in Q1'23, up from \$68.3 billion in Q4'22, according to its own release. The FDIC noted that net interest margin stood at 3.31%, down from 3.38% last quarter. Community banks reported that net income fell by \$306.0 million to \$7.0 billion in Q1'23. The number of institutions on the FDIC's list of "problem banks" stood at 43 at the end of Q1'23. The post-crisis (2008-2009) high for the list was 888 in Q1'11.

Wednesday, July 19, 2023

The Equable Institute reported that total unfunded liabilities for U.S. state and local pensions stood at \$1.45 trillion at the end of 2022, up from \$986.6 billion in 2021, according to Bloomberg. Poor investment returns were the primary reason for the increase in unfunded liabilities in 2022. The average funded ratio for top state and local pension plans fell to 77.3% over the period, down from 83.9% at the end of 2021.

Thursday, July 20, 2023

Moody's reported that its global speculative-grade corporate default rate stood at 3.8% in June, up from 3.6% where it stood in May, according to its own release. Moody's puts the historical average default rate at 4.1%. Its baseline scenario sees the global default rate increasing to 4.7% in December 2023. Moody's recorded 13 defaults in June, down from 20 in the previous month. The U.S. speculative-grade default rate stood at 3.8% in June. Its baseline scenario sees the U.S. default rate increasing to 5.6% in December 2023. The default rate on senior loans stood at 1.86% at the close of June, according to Leveraged Commentary & Data (LCD).

Friday, July 21, 2023

The Conference Board reported that its Leading Economic Index, which is composed of 10 economic indicators whose changes tend to precede changes in the overall economy, fell by 0.7% to a reading of 106.1 in June, according to Reuters. The result represents the fifteenth consecutive monthly decline in the index, the longest streak of month-over-month decreases since just before the financial crisis in 2007. A weakened consumer outlook and increased unemployment claims were the key metrics driving the index lower in June.

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